Form 3160-3 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

| 5. | Lease Serial No. |
|----|------------------|
| | UTU0344B |

| APPLICA | TION FOR | PERMIT TO DRI | I OR REENTER |
|---------|----------|---------------|--------------|

6. If Indian, Allottee or Tribe Name 7. If Unit or CA Agreement, Name and No. CHAPITA WELLS UNI 1a. Type of Work: DRILL ☐ REENTER 8. Lease Name and Well No. CHAPITA WELLS UNIT 1382-34 1b. Type of Well: ☐ Multiple Zone Oil Well **⊠** Gas Well □ Other Single Zone 9. API Well No. 43-047-39917 2. Name of Operator EOG RESOURCES INC Contact: KAYLENE R GARDNER E-Mail: kaylene_Gardner@eogresources.com 3b. Phone No. (include area code) Ph: 435-781-9111 10. Field and Pool, or Exploratory 3a. Address 1060 EAST HIGHWAY 40 NATURAL BUTTES/MESAVERDE VERNAL, UT 84078 11. Sec., T., R., M., or Blk. and Survey or Area 4. Location of Well (Report location clearly and in accordance with any State requirements.*) SWSW 1298FSL 1166FWL 39.98879 N Lat, 109.31831 W Lon Sec 34 T9S R23E Mer SLB At proposed prod. zone SWSW 1298FSL 1166FWL 39.98879 N Lat, 109.31831 W Lon 12. County or Parish UINTAH 14. Distance in miles and direction from nearest town or post office* 13. State 54.6 MILES SOUTH OF VERNAL, UTAH UT 15. Distance from proposed location to nearest property or 16. No. of Acres in Lease 17. Spacing Unit dedicated to this well lease line, ft. (Also to nearest drig. unit line, if any) 22 40.00 19. Proposed Depth 18. Distance from proposed location to nearest well, drilling, 20. BLM/BIA Bond No. on file completed, applied for, on this lease, ft. 8510 MD NM2308 21. Elevations (Show whether DF, KB, RT, GL, etc. 22. Approximate date work will start 23. Estimated duration 5299 GL 45 DAYS 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

| 25. Signature (Electronic Submission) | Name (Printed/Typed) KAYLENE R GARDNER Ph: 435-781-9111 | Date 01/14/2008 |
|--|--|--------------------|
| Title LEAD REGULATION Y ASSISTANT | | |
| Approved by Signatures | Name (Printed/Typed) BRADLEY G HILL | Date (0) - 23 - 88 |
| Title | Office ENVIRONMENTAL MANAGER | |

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic Submission #57997 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal

Federal Approval of this Action is Necessary

RECEIVED

JAN 1 6 2008

DIV. OF OIL, GAS & MINING

643641X 44276644 39,98835 -109.317593

'* OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

EOG RESOURCES. INC. T9S, R23E, S.L.B.&M. Well location, CWU #1382-34, located as shown in the SW 1/4 SW 1/4 of Section 34, T9S, R23E. S.L.B.&M. Uintah County, Utah. N89'50'56E - 2655.92 (Meas.) N89'57'04"W - 2635.86 (Meas.) BASIS OF ELEVATION 1977 Brass Cap, Flush W/ 1.0' High 1977 Brass Cop 1977 Brass Cap. In Center of 2.0' 2.0' High. Pile of BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF Pile of Stones High Pile of Stones Stones SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID 2630.67 ELEVATION IS MARKED AS BEING 5132 FEET. BASIS OF BEARINGS BASIS OF BEARINGS IS A G.P.S. OBSERVATION. N00'05'04"W N00.05'15"W 1977 Brass Cap 1977 Brass Cap. In Center of 1.0' 1.2' High, Pile High Pile of Stones 34 of Stones 2640.18 SCALE CWU #1382-34 Elev. Üngraded Ground = 5299' THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SERVEYS MADE BY ME OF UNDER MY SUPERVISION AND THAT THE SAME ARE THE AND CERRENT TO THE BEST OF MY KNOWLEDGE AND CERRENT TO THE 1166 M_60,£0.00N 298 1977 Brass Cap 1977 Brass Cap Set 1977 Brass Cap 0.5' High, Pile In 1.0' High Pile of 2.0' High in Pile of Stones T10S N89'56'14"W - 2646,80' (Meas.) N89°59'52"W - 2640.53' (Meas.) UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017 (NAD 83) LEGEND: DATE DRAWN: SCALE DATE SURVEYED: LATITUDE = 39.59.19.64. (39.988789) 1" = 1000'12-4-07 11-15-07 LONGITUDE = $109^{\circ}9'05.93''$ (109.318314) = 90° SYMBOL REFERENCES PARTY (NAD 27) C.R. C.P. C.C. G.L.O. PLAT = PROPOSED WELL HEAD. LATITUDE = 39'59'19.76'' (39.988822) WEATHER = SECTION CORNERS LOCATED. LONGITUDE = 10979'03.49'' (109.317636) COOL SUNNY EOG RESOURCES, INC.

CHAPITA WELLS UNIT 1382-34 SW/SW, SEC. 34, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

| FORMATION | TVD-RKB (ft) | Objective | Lithology | |
|------------------------|--------------|-----------|-----------|-----|
| Green River | 1,352 | | Shale | |
| Wasatch | 4,218 | | Sandstone | |
| Chapita Wells | 4,760 | | Sandstone | |
| Buck Canyon | 5,446 | | Sandstone | |
| North Horn | 5,924 | | Sandstone | |
| KMV Price River | 6,145 | Primary | Sandstone | Gas |
| KMV Price River Middle | 7,078 | Primary | Sandstone | Gas |
| KMV Price River Lower | 7,807 | Primary | Sandstone | Gas |
| Sego | 8,310 | | Sandstone | |
| | | | | |
| TD | 8,510 | 1 | | |

Estimated TD: 8,510' or 200'± below TD

Anticipated BHP: 4,647 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft \pm of the Green River Formation, with top at about 2,000 ft \pm .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.

3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig

BOP schematic diagrams attached.

4. CASING PROGRAM:

| CASING | <u>Hole</u> Size | <u>Length</u> | <u>Size</u> | WEIGHT | <u>Grade</u> | Thread | Rating Collapse | Factor Burst | <u>Tensile</u> |
|------------|---------------------|---------------|-------------|--------|--------------|--------|--------------------|-----------------|----------------|
| Conductor | 17 1/2" | 0 – 45' | 13 3/8" | 48.0# | H-40 | STC | 770 PSI | 1730 PSI | 322,000# |
| | | 0-2,300' | | | | | | | |
| Surface | 12 1/4" | KB± | 9-5/8" | 36.0# | J-55 | STC | 2020 PSI | 3520 Psi | 394,000# |
| Production | 7-7/8" | Surface – TD | 4-1/2" | 11.6# | N-80 | LTC | 6350 PSI | 7780 Psi | 223,000# |
| Production | 7-7/8" | Surface – 1D | 4-1/2" | 11.0# | IN-8U | LIC | 0350 PSI | //80 PSI | 223,0 |

Note: $12-\frac{1}{4}$ " surface hole will be drilled to a total depth of $200^{\circ}\pm$ below the base of the Green River lost circulation zone and cased w/9-\%" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

CHAPITA WELLS UNIT 1382-34 SW/SW, SEC. 34, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

<u>Production Hole Procedure (2300' \pm - TD):</u> Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'±-TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

7. VARIANCE REQUESTS:

Reference: Onshore Oil and Gas Order No. 2 – Item E: Special Drilling Operations

EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. Due to reduce location excavation, the blooie line will be approximately 75' in length

CHAPITA WELLS UNIT 1382-34 SW/SW, SEC. 34, T9S, R23E, S.L.B.&M. **UINTAH COUNTY, UTAH**

8. EVALUATION PROGRAM:

Logs:

Mud log from base of surface casing to TD.

Cased-hole Logs:

Cased-hole logs will be run in lieu of open-hole logs consisting of the following:

Cement Bond / Casing Collar Locator and Pulsed Neutron

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead:

185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCI₂, 3 lb/sx GR3

1/4 #/sx Flocele mixed at 11 ppg, 3.82 ft³/sk. yield, 23 gps water.

Tail:

207 sks Class "G" cement with 2% CaCl₂, ½#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2

gps water.

Top Out: As necessary with Class "G" cement with 2% CaCI₂, ½#/sk Flocele mixed at 15.6 ppg, 1.18

ft³/sk., 5.2 gps water.

Note:

Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead:

105 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29

(cello flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail:

842 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13

(Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at

14.1 ppg, 1.28 ft³/sk., 5.9gps water.

Note:

The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe.

Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

CHAPITA WELLS UNIT 1382-34 SW/SW, SEC. 34, T9S, R23E, S.L.B.&M. UINTAH COUNTY, UTAH

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

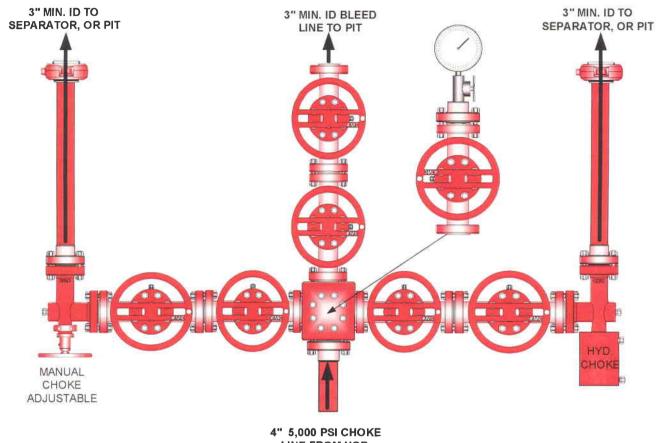
12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

PAGE 2 0F 2

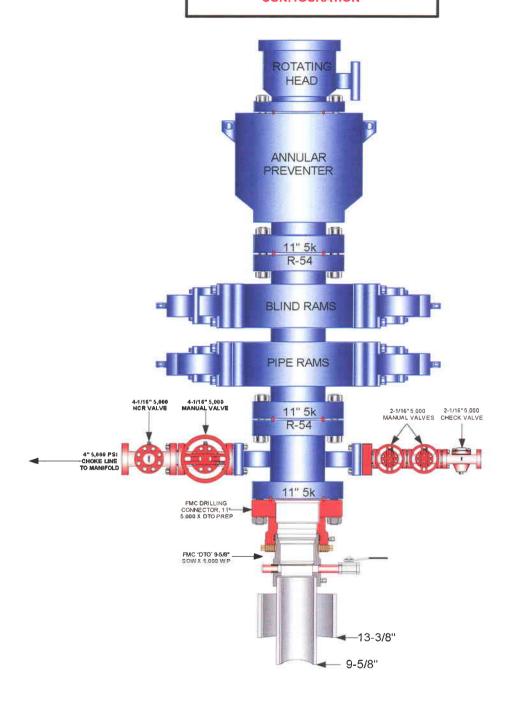
EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES



LINE FROM HCR **VALVE**

Testing Procedure:

- 1. BOP will be tested with a professional tester to conform to Onshore Order #2.
- 2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
- 3. Annular Preventer will be tested to 50% working pressure, 2,500 psi. Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.





Chapita Wells Unit 1382-34 SWSW, Section 34, T9S, R23E Uintah County, Utah

SURFACE USE PLAN

The well pad is approximately 325 feet long with a 246-foot width, containing 1.84 acres more or less. The well access road is approximately 792 feet long with a 40-foot right-of-way, disturbing approximately 0.73 acres. New surface disturbance associated with the well pad and access road is estimated to be 2.57 acres. The pipeline is approximately 808 feet long with a 20-foot right-of-way disturbing approximately 0.37 acres.

1. Existing Roads:

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 54.6 miles south of Vernal, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

2. PLANNED ACCESS ROAD:

- A. The access road will be approximately 792' in length, Culvert's shall be installed as needed. See attached Topo B.
- B. The access road has a 40-foot ROW w/18 foot running surface.
- C. Maximum grade of the new access road will be 8 percent.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.
- A 40-foot permanent right-of-way is requested. No surfacing material will be used.

J. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

New or reconstructed roads will be centerlined – flagged at time of location staking. Access roads and surface disturbing activities will conform to standards outlined in the Bureau of Land Management and Forest Service publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction.

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 40-foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the roadbed block the drainages. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around then avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

Traveling off the 40-foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

The entire length of the access road is located within the Chapita Wells Unit. An off-lease right-of-way will not be required.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

A. On Well Pad

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.
- 2. Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. Off Well Pad

- 1. Proposed pipeline will transport natural gas.
- 2. The pipeline will be a permanent feeder line.
- 3. The length of the proposed pipeline is 138' x 20'. The proposed pipeline leaves the northern edge of the well pad (Lease UTU0344B) proceeding in a northerly direction for an approximate distance of 138' tieing to the SWSW of Section 34, T9S, R23E. Pipe will be 4" NOM, 0.156 wall, Grade X42, Zap-Lock, electric weld with a 35 mil X-Tru coating.

The existing pipeline for will be re-routed for an approximate distance of 670', around the proposed location.

- 4. Proposed pipeline will be a 4" OD steel, zap-lok line laid on the surface
- 5. Proposed pipeline will be laid on surface.
- 6. A 20-foot permanent pipeline right-of-way is requested. A 40-foot temporary pipeline right-of-way for construction purposes is requested, the temporary right-of-way will be utilized for a 10-day period.
- 7. The proposed pipeline route begins in the SWSW of section 34, township 9S, range 23E, proceeding westerly for an approximate distance of 138' to the SWSW of section 34, township 9S, range 23E.
- 8. Pipeline will be coupled using the Zap lock method. No additional off-pad facilities will be required.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. **All facilities will be painted with Carlsbad Canyon.** Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

5. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water supply will be Bonanza Power Plant water source in Sec 26, T8S, R23E, Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. Source of Construction Materials:

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation ponds 1, 2, 3 or 4 or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit, through natural or artificial methods, or removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt, and a 16-millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) will be used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

8. ANCILLARY FACILITIES:

None anticipated.

9. WELL SITE LAYOUT:

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the northeast corner of the location. The flare pit will be located downwind of the prevailing wind direction on the east side of the location, a minimum of 100 feet from the wellhead and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpillar tractor.

Access to the well pad will be from the north.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. Plans for Reclamation of the Surface:

A. Interim Reclamation (Producing Location)

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

| Seed Mixture | Drilled Rate (lbs./acre PLS*) |
|--------------------|----------------------------------|
| HyCrest Wheatgrass | 9.0 |
| Prostrate Kochia | 3.0 |

^{*}Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

| Seed Mixture | Drilled Rate (lbs./acre PLS*) |
|------------------------|----------------------------------|
| Wyoming Big Sage | 3.0 |
| Shadscale | 3.0 |
| Needle and Threadgrass | 3.0 |
| HyCrest Wheatgrass | 1.0 |
| Scarlet Globe Mallow | 1.0 |

^{*}Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

11. SURFACE OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

Bureau of Land Management

12. OTHER INFORMATION:

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:
 - Whether the materials appear eligible for the National Register of Historic Places:
 - The mitigation measures the operator will likely have to undertake before the site can be used.
 - A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources survey was conducted and submitted by Montgomery Archaeological Consultants. A paleontological survey will be conducted and submitted by Intermountain Paleo.

LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

PERMITTING AGENT

Kaylene R. Gardner EOG Resources, Inc. P.O. Box 1815 Vernal, UT 84078 (435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

The operator or his/her contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 1382-34 Well, located in the SWSW, of Section 34, T9S, R23E, Uintah County, Utah; Federal land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

January 10, 2008

Date

ead Regulatory Assistant

EOG RESOURCES, INC.

CWU #1382-34

LOCATED IN UINTAH COUNTY, UTAH SECTION 34, T9S, R23E, S.L.B.&M.



PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

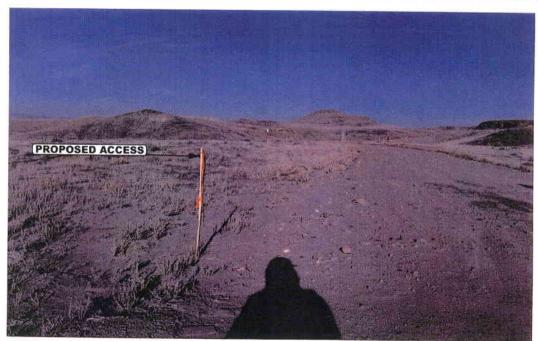


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHEASTERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

11 19 07
MONTH DAY YEAR

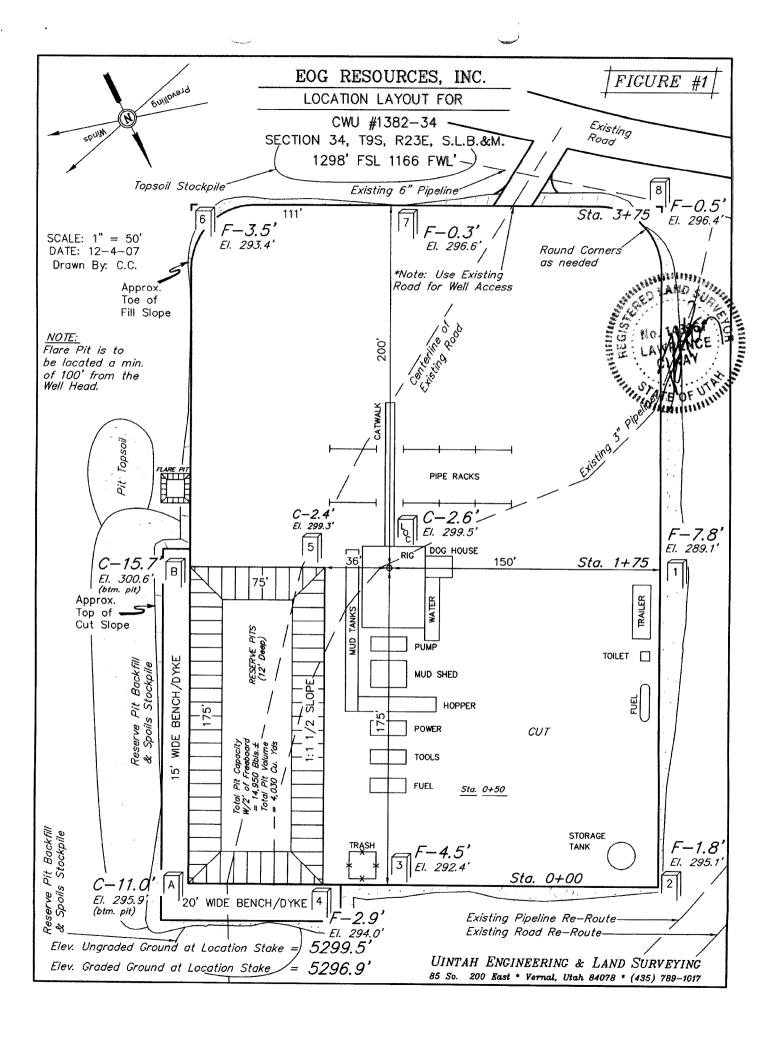
РНОТО

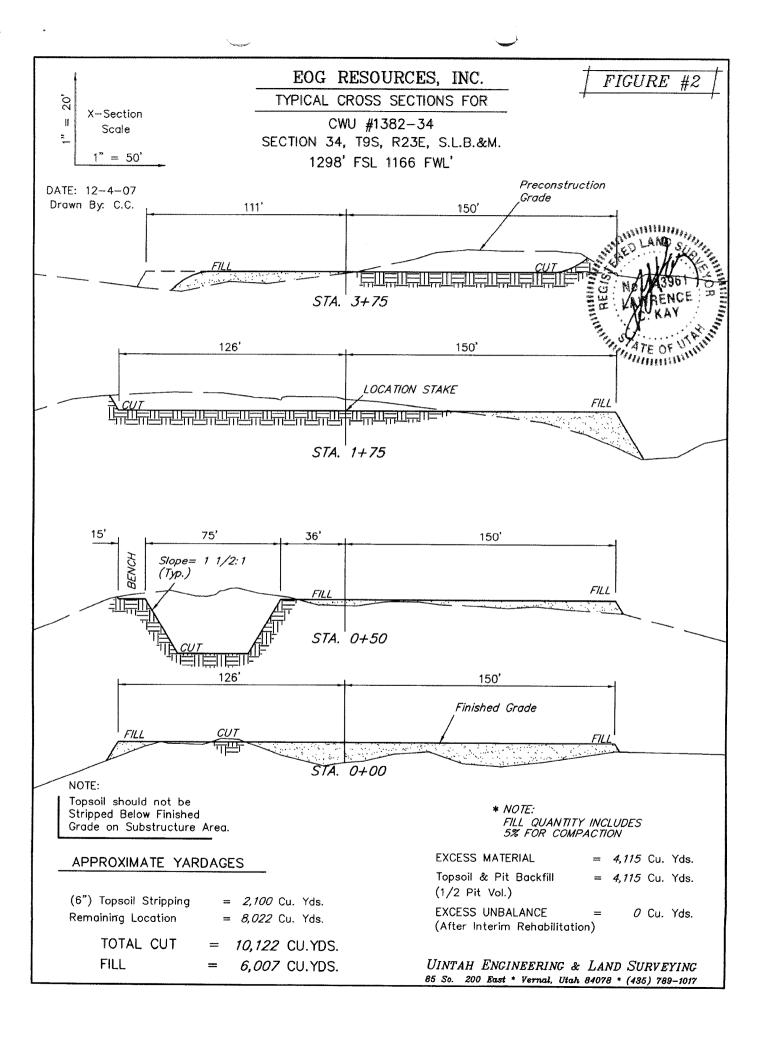
TAKEN BY: C.R. | DRAWN BY: C.P. | REVISED: 00-00-00

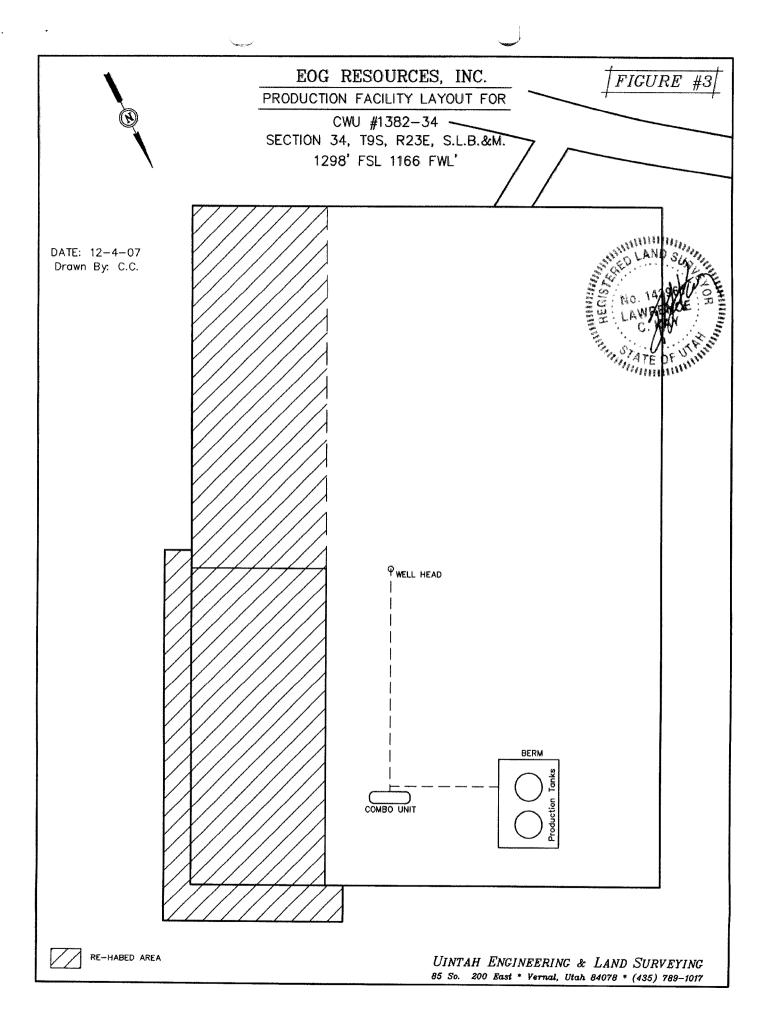
EOG RESOURCES, INC. CWU #1382-34 SECTION 34, T9S, R23E, S.L.B.&M.

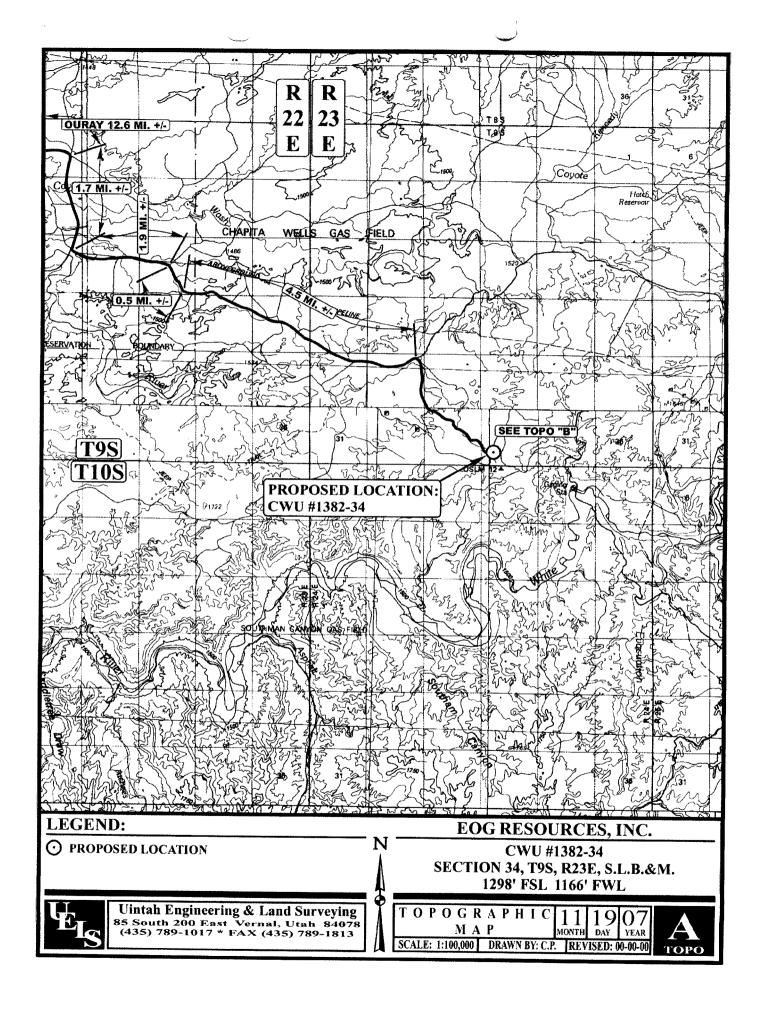
PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88: EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH: PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST: TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH: TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY, THEN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST: TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 4.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 1.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHEAST: TURN LEFT AND PROCEED IN A NORTHEASTERLY DIRECTION APPROXIMATELY 50' TO THE PROPOSED LOCATION.

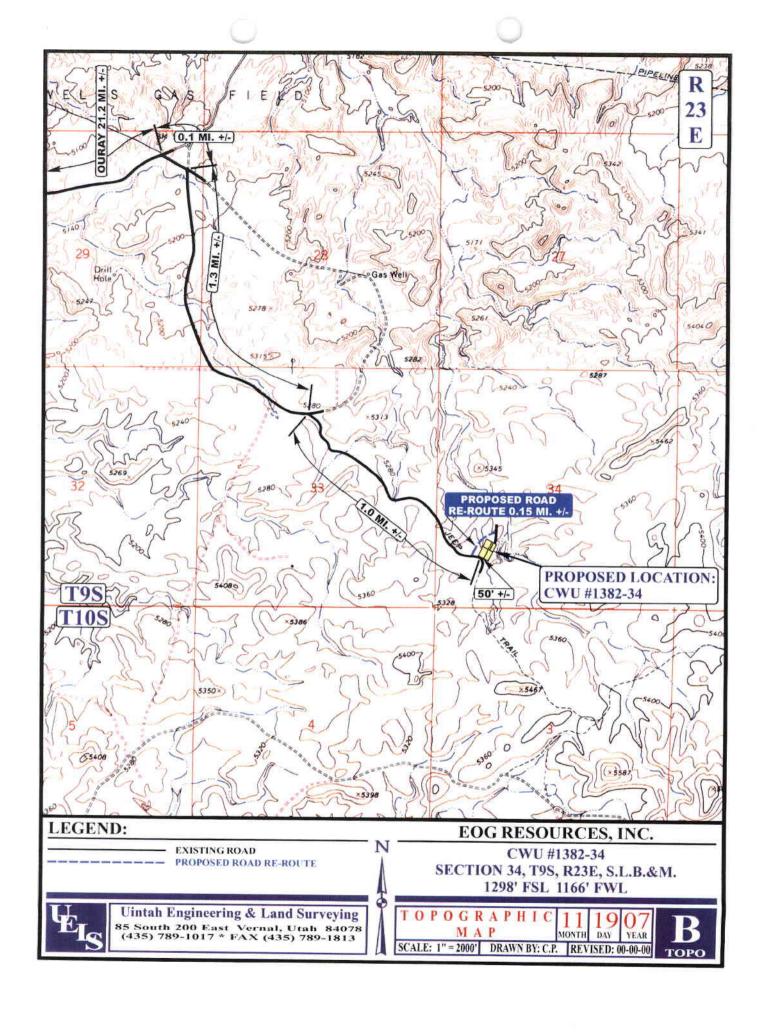
TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 54.6 MILES.

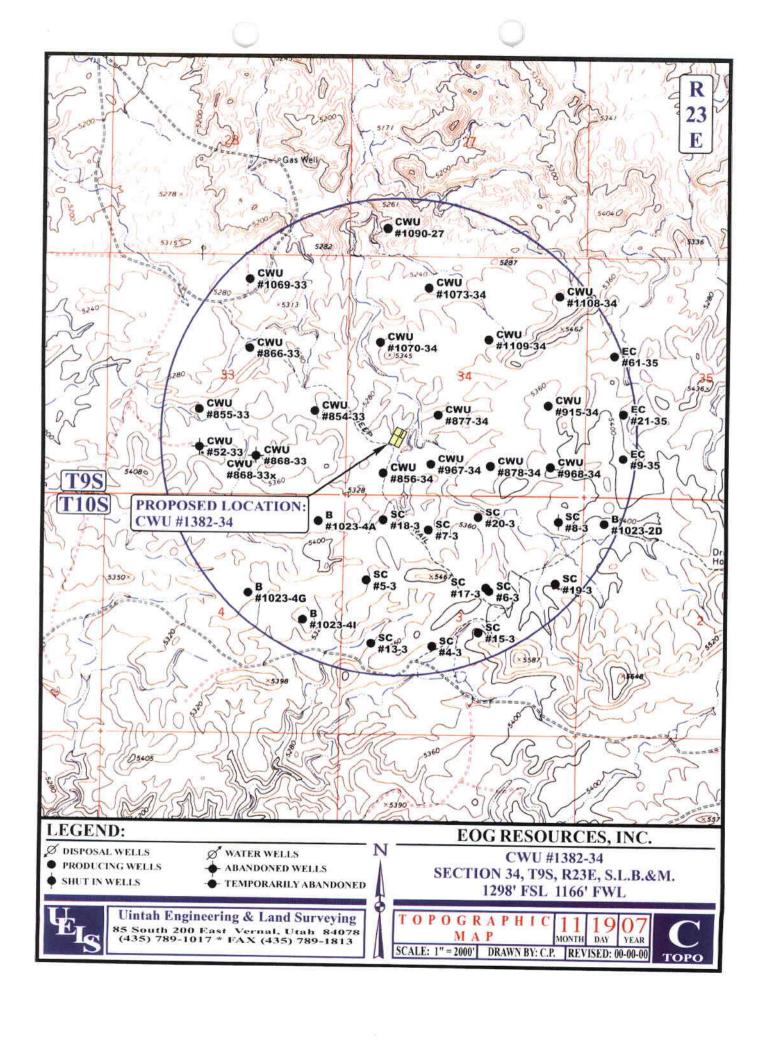


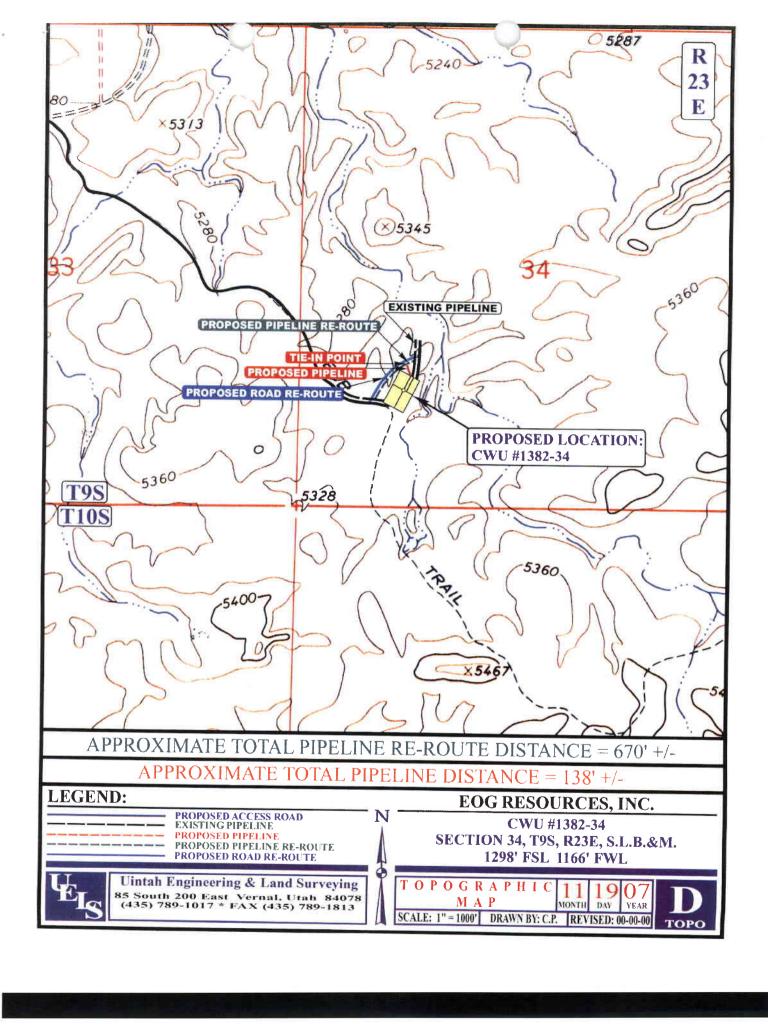






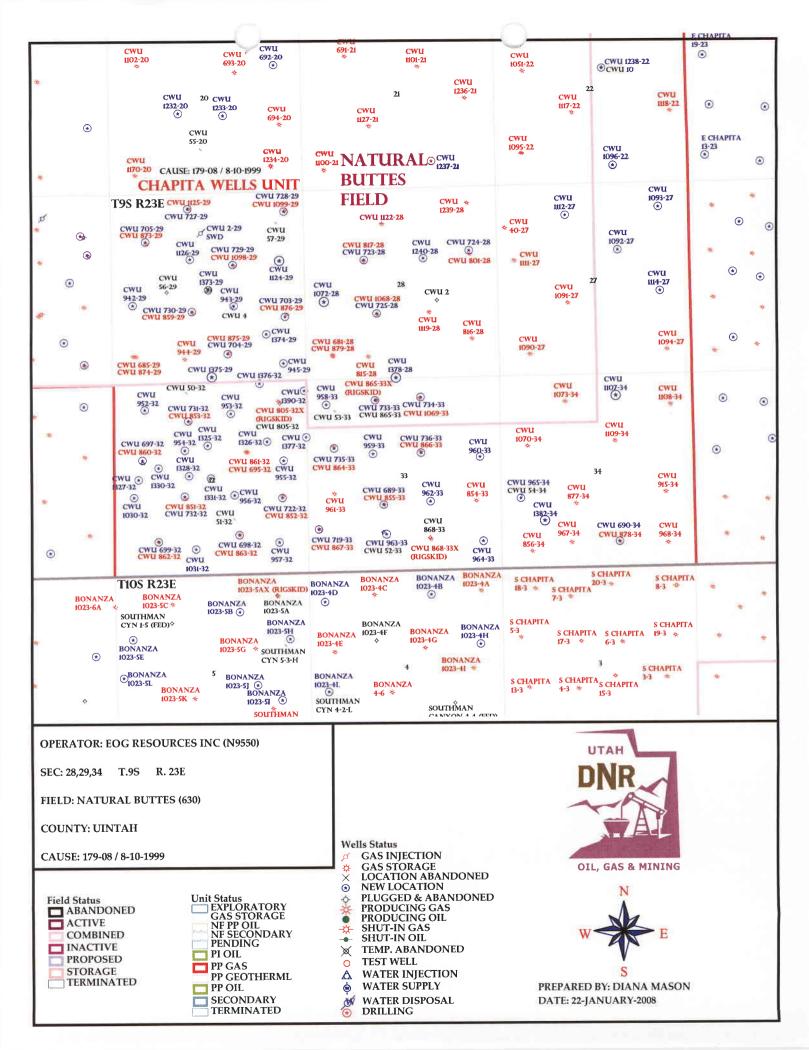






WORKSHEET APPLICATION FOR PERMIT TO DRILL

| APD RECEIVED: 01/16/2008 | API NO. ASSI | GNED: 43-047 | -39917 |
|---|---|---------------------------|-------------------|
| WELL NAME: CWU 1382-34 OPERATOR: EOG RESOURCES, INC. (N9550) CONTACT: KAYLENE GARDNER | PHONE NUMBER: | 435-781-9111 | L · |
| PROPOSED LOCATION: | INSPECT LOCATE | N BY: / | / - |
| SWSW 34 090S 230E | Tech Review | Initials | Date |
| SURFACE: 1298 FSL 1166 FWL BOTTOM: 1298 FSL 1166 FWL | Engineering | | |
| COUNTY: UINTAH | Geology | | |
| LATITUDE: 39.98884 LONGITUDE: -109.3176 UTM SURF EASTINGS: 643641 NORTHINGS: 44276 | Surface | | |
| FIELD NAME: NATURAL BUTTES (630 | | | |
| LEASE TYPE: 1 - Federal LEASE NUMBER: UTU0344B SURFACE OWNER: 1 - Federal | PROPOSED FORMA COALBED METHAN | |) |
| Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. NM 2308 Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 49-225 RDCC Review (Y/N) (Date: Plat Bond: Fee Surf Agreement (Y/N) Intent to Commingle (Y/N) | LOCATION AND SITING: R649-2-3. Unit: CHAPITA WELLS R649-3-2. General Gen | etr/Qtr & 920' Bootion : | » 144 Sting |
| STIPULATIONS: | M | | |



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155

Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

January 23, 2008

Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject:

2008 Plan of Development Chapita Wells Unit Uintah

County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Chapita Wells Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

(Proposed PZ MesaVerde)

43-047-39912 CWU 1072-28 Sec 28 T09S R23E 2165 FSL 0534 FWL 43-047-39913 CWU 1378-28 Sec 28 T09S R23E 0025 FSL 2460 FWL 43-047-39914 CWU 1375-29 Sec 29 T09S R23E 0154 FSL 2579 FEL 43-047-39915 CWU 1124-29 Sec 29 T09S R23E 1960 FNL 0665 FEL 43-047-39916 CWU 1107-34 Sec 34 T09S R23E 0578 FNL 2107 FEL 43-047-39917 CWU 1382-34 Sec 34 T09S R23E 1298 FSL 1166 FWL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc:

File - Chapita Wells Unit

Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:1-23-08



State & Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

January 23, 2008

EOG Resources, Inc 1060 East Highway 40 Vernal, UT 84078

Re:

Chapita Wells Unit 1382-34 Well, 1298' FSL, 1166' FWL, SW SW, Sec. 34, T. 9 South,

R. 23 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39917.

Sincerely,

Gil Hunt

Associate Director

Stil Flut

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



| Operator: | EOG Resources, Inc | | | | |
|--------------------|-------------------------------|------------|-------------------|--|--|
| Well Name & Number | er Chapita Wells Unit 1382-34 | | | | |
| API Number: | 43-047-39917 UTU0344B | | | | |
| Location: SW SW | Sec. 34 | T. 9 South | R. 23 East | | |

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

| ١. | Lease Serial No. | |
|----|------------------|--|
| | UTU0344B | |

| APPLICATION FOR PERMIT | FO DRILL OR REENTER | 6. If Indian, Allottee or Tribe i | Name |
|--|---|--|---------------------------------------|
| 1a. Type of Work: □ DRILL □ REENTER | | 7. If Unit or CA Agreement, N | ama and Na |
| ia. type of work: | | UTU63013AN | ame and No. |
| | | 8. Lease Name and Well No. | ·- · , |
| 1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Oth | er Single Zone Multiple Zone | CWU 1382-34 | |
| | KAYLENE R GARDNER | 9. API Well No. | |
| | gardner@eogresources.com | 43 047 3 | 9917 |
| 3a. Address 1060 EAST HIGHWAY 40 | 3b. Phone No. (include area code) Ph: 307-276-3331 Ext; 4842 | 10. Field and Pool, or Explora NATURAL BUTTES | tory |
| VERNAL, UT 84078 | | | |
| 4. Location of Well (Report location clearly and in accorda | nce with any State requirements.*) | 11. Sec., T., R., M., or Blk. an | d Survey or Area |
| At surface SWSW 1298FSL 1166FW | L 39.98879 N Lat. 109.31831 W Lon | Sec 34 T9S R23E Me | er SLB |
| At proposed prod. zone SWSW 1298FSL 1166FW | | SME: BLM | |
| | | 12 Canada an Barint | 1 12 0 |
| Distance in miles and direction from nearest town or post off MILES SOUTH OF VERNAL, UTAH | · · | 12. County or Parish UINTAH | 13. State UT |
| 15. Distance from proposed location to nearest property or | 16. No. of Acres in Lease | 17. Spacing Unit dedicated to | this well |
| lease line, ft. (Also to nearest drig. unit line, if any) | 40.00 | | |
| | | <u>. </u> | |
| Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. | 19. Proposed Depth | 20. BLM/BIA Bond No. on fil | e |
| 870 | 8510 MD | NM2308 | |
| 21. Elevations (Show whether DF, KB, RT, GL, etc. | 22. Approximate date work will start | 23. Estimated duration | |
| 5299 GL | •• | 45 DAYS | |
| | 24. Attachments | | |
| The City is a second of the city of the ci | | | · · · · · · · · · · · · · · · · · · · |
| The following, completed in accordance with the requirements of C | _ | | |
| Well plat certified by a registered surveyor. A Drilling Plan. | 4. Bond to cover the operation Item 20 above). | as unless covered by an existing be | ond on file (see |
| A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office | | rmation and/or plans as may be re | equired by the |
| on o similar or man and appropriate a cook out had only | authorized officer. | inación and or plans as may be in | equired by the |
| 25. Signature | Name (Printed/Typed) | | Date |
| (Electronic Submission) | KAYLENE R GARDNER Ph: 307-276- | 3331 Ext: 4842 | 01/14/2008 |
| Title REGULATORY ASSISTANT | | | |
| Approved by (Signature) | Name (Printed/Typed) | | Date |
| The State of Managar | JEMY KENVELA | | 5-15-2008 |
| Lands & Mineral Resources | office VERNAL FIELD OFFICE | | |
| Application approval does not warrant or certify the applicant hold operations thereon. Conditions of approval, if any, are attached. | s legal or equitable title to those rights in the subject lease | which would entitle the applicant | to conduct |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Electronic Submission #57997 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal Committed to AFMSS for processing by GAIL JENKINS on 01/14/2008 (08GXJ1530AE)

NOTICE OF APPROVAL

MAY 1 9 2008

** BLM REVISED **

NOS: 12/06/04

08M1C0143AE



UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE**

VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

E.O.G. Resources Inc.

Location:

SWSW, Sec. 34, T9S, R23E

Well No: API No:

CWU 1382-34

Lease No:

UTU-0344B

43-047-39917

Agreement:

Chapita Wells Unit

| Title | Name | Office Phone Number | Cell Phone Number |
|-----------------------------------|-----------------|---------------------|-------------------|
| Petroleum Engineer: | Matt Baker | (435) 781-4490 | (435) 828-4470 |
| Petroleum Engineer: | Michael Lee | (435) 781-4432 | (435) 828-7875 |
| Petroleum Engineer: | James Ashley | (435) 781-4470 | (435) 828-7874 |
| Petroleum Engineer: | Ryan Angus | (435) 781-4430 | (435) 828-7368 |
| Supervisory Petroleum Technician: | Jamie Sparger | (435) 781-4502 | (435) 828-3913 |
| NRS/Enviro Scientist: | , | (435) 781-4475 | (435) 828-4029 |
| NRS/Enviro Scientist: | Karl Wright | (435) 781-4484 | (435) 828-7381 |
| NRS/Enviro Scientist: | Holly Villa | (435) 781-4404 | (435) 828-3544 |
| NRS/Enviro Scientist: | | (435) 781-4476 | , |
| NRS/Enviro Scientist: | Chuck Macdonald | (435) 781-4441 | (435) 828-7482 |
| NRS/Enviro Scientist: | | (435) 781-3400 | (435) 828-3544 |
| NRS/Enviro Scientist: | Michael Cutler | (435) 781-3401 | (435) 828-3546 |
| NRS/Enviro Scientist: | Anna Figueroa | (435) 781-3407 | (435) 828-3548 |
| NRS/Enviro Scientist: | Verlyn Pindell | (435) 781-3402 | (435) 828-3547 |
| NRS/Enviro Scientist: | Darren Williams | (435) 781-4447 | (435) 828-4029 |
| NRS/Enviro Scientist: | Nathan Packer | (435) 781-3405 | (435) 828-3545 |
| | | Fax: (435) 781-3420 | , , |

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

| Location Construction (Notify Environmental Scientist) | - | Forty-Eight (48) hours prior to construction of location and access roads. |
|--|---|--|
| Location Completion (Notify Environmental Scientist) | - | Prior to moving on the drilling rig. |
| Spud Notice (Notify Petroleum Engineer) | - | Twenty-Four (24) hours prior to spudding the well. |
| Casing String & Cementing (Notify Supv. Petroleum Tech.) | | Twenty-Four (24) hours prior to running casing and cementing all casing strings. |
| BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.) | - | Twenty-Four (24) hours prior to initiating pressure tests. |
| First Production Notice (Notify Petroleum Engineer) | - | Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days. |

Page 2 of 6 Well: CWU 1382-34 5/13/2008

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop
 work and contact the Authorized Officer (AO). A determination will be made by the AO as to what
 mitigation may be necessary for the discovered paleontologic material before construction can
 continue.
- Bury pipeline at all low water crossings.
- Permission from an authorized BLM representative would be required if construction or other operations occur during wet conditions that would lead to excessive rutting.
- Permission to clear all wildlife stipulations would only be approved by the BLM wildlife biologist during the specific timing for the species potentially affected by this action.
- Culverts and gravel may be installed as needed.
- The old road will be rehabbed at interim reclamation.

Page 3 of 6 Well: CWU 1382-34 5/13/2008

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

- The conductor pipe shall be set and cemented in a competent formation.
- A variance is granted for Onshore Order #2-Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored". Blooie line can be 75 feet. All other requirements in O.O. #2 III. E. Special Drilling Operations are applicable for the surface hole.
- Production casing cement shall be at a minimum 200 feet inside the surface casing. A CBL shall be run from TD to top of cement and a field copy shall be sent to this field office.
- The Gamma Ray log shall be run from TD to surface.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned.
 Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the daily
 drilling report. Components shall be operated and tested as required by Onshore Oil & Gas Order
 No. 2 to insure good mechanical working order. All BOPE pressure tests shall be performed by a
 test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is
 encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal
 Field Office.

Page 4 of 6 Well: CWU 1382-34 5/13/2008

• The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal
 Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the
 well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 5 of 6 Well: CWU 1382-34 5/13/2008

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written communication
 and must be received in this office by not later than the fifth business day following the date on which
 the well is placed on production. The notification shall provide, as a minimum, the following
 informational items:
 - Operator name, address, and telephone number.
 - o Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - o The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid,

Page 6 of 6 Well: CWU 1382-34 5/13/2008

and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

 All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.

- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office
 Petroleum Engineers will be provided with a date and time for the initial meter calibration and all
 future meter proving schedules. A copy of the meter calibration reports shall be submitted to the
 BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid
 hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall
 be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to
 the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first.
 All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All
 product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in
 accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering
 lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a
 suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be
 obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior approval of
 the BLM Vernal Field Office. If operations are to be suspended for more than 30 days, prior
 approval of the BLM Vernal Field Office shall be obtained and notification given before resumption of
 operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

| Name of Cor | mpany: | | EOG R | ESOUR | CES IN | <u>C</u> | | | | · · · · · · · · · · · · · · · · · · · |
|--------------|----------|--------|---------|--------------|----------|----------|-----|-------------|---|---------------------------------------|
| Well Name: | | | CWU 1 | 382-34 | | | | | | |
| Api No: | 43-047- | 39917 | | | _Lease 7 | Гуре:_ | FE | <u>DERA</u> | L | · · · · · · · · · · · · · · · · · · · |
| Section 34 | Township | 09S | _Range_ | 23E | Count | y | UII | NTAH | | |
| Drilling Cor | ntractor | ROCK | Y MOUI | NTAIN | DRLG | _RIG | # | RAT | HIOLE | |
| SPUDDE | D: | | | | | | | | | |
| | Date | 0' | 7/30/08 | | | | | | | |
| | Time | 1 | 0:00 AM | <u> </u> | | | | | | |
| | How | D | RY | <u> </u> | | | | | | |
| Drilling wi | ill Comm | ence:_ | | | n, ha | | | | - <u>(, , , , , , , , , , , , , , , , , , ,</u> | · . |
| Reported by | - | | JERRY | BARN | ES | | | | · | |
| Telephone # | | | (435) 8 | 328-1720 |) | | | | | |
| Date | 0730/08 | | _Signed | C | HD | . ind | | | | · |

| STATE OF UTAH |
|---------------------------------|
| DEPARTMENT OF NATURAL RESOURCES |
| DIVISION OF OIL, GAS AND MINING |

| County UINTAH Assignmertive Date | | |
|-------------------------------------|--|--|
| County UINTAH Assignmentive Date | | |
| County UINTAH Assignmer tive Date | | |
| County UINTAH Assignmer tive Date | | |
| County UINTAH Assignmer tive Date | | |
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| County | | |
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| Entity Assignment Effective Date | | |
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| County | | |
| Assignmentive Date | | |
| | | |
| | | |

(5/2000)

JUL 3 1 2008

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FOR | M AF | PRO | VED |
|------------|--------|-------|------|
| OMB | NO. | 1004- | 013: |
| Expire | es: Ju | lv 31 | 201 |

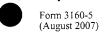
| | SUNDR | ү иот | FICES . | AND RI | EPORTS | S ON | WELLS | |
|---|-----------|---------|--------------|--------|------------|---------|----------|----|
| 0 | not use t | this fo | rm for μ | roposa | ls to dril | l or to | re-enter | an |

D

5. Lease Serial No. UTU0344B

| abandoned wel | I. Use form 3160-3 (APD |) for such proposals. | | 6. If Indian, Allottee of | r Tribe Name |
|--|--|--|-------------------------------|---|---|
| SUBMIT IN TRI | PLICATE - Other instruct | tions on reverse side. | | 7. If Unit or CA/Agree CHAPITA WELL | |
| Type of Well Oil Well | er | | | 8. Well Name and No. CHAPITA WELLS | UNIT 1382-34 |
| Name of Operator EOG RESOURCES, INC | Contact: | MICKENZIE THACKER _THACKER@EOGRESOUR | CES.COM | 9. API Well No. 43-047-39917 | |
| 3a. Address 1060 E HWY 40 VERNAL, UT 84078 | | 3b. Phone No. (include area co Ph: 435-781-9145 | de) | 10. Field and Pool, or I NATURAL BUT | |
| 4. Location of Well (Footage, Sec., T. | , R., M., or Survey Description) | | | 11. County or Parish, a | and State |
| Sec 34 T9S R23E SWSW 129 39.98879 N Lat, 109.31831 W | | | | UINTAH COUN | TY, UT |
| 12. CHECK APPR | OPRIATE BOX(ES) TO | INDICATE NATURE O | F NOTICE, RI | EPORT, OR OTHEF | R DATA |
| TYPE OF SUBMISSION | | ТҮРЕ | OF ACTION | | |
| □ Notice of Intent Subsequent Report | ☐ Acidize ☐ Alter Casing ☐ Casing Repair | ☐ Deepen ☐ Fracture Treat ☐ New Construction | ☐ Product☐ Reclama | | ☐ Water Shut-Off ☐ Well Integrity ☑ Other |
| ☐ Final Abandonment Notice | ☐ Change Plans ☐ Convert to Injection | ☐ Plug and Abandon ☐ Plug Back | | arily Abandon | Well Spud |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi | operations. If the operation rest andonment Notices shall be filed nal inspection.) on 7/30/3008. | ults in a multiple completion or r | recompletion in a r | new interval, a Form 3160 | 0-4 shall be filed once |
| 14. I hereby certify that the foregoing is | Electronic Submission #6 | 51907 verified by the BLM W ESOURCES, INC, sent to the | /ell Information ne Vernal | System | |
| Name (Printed/Typed) MICKENZ | IE THACKER | Title OPE | RATIONS CLE | RK | |
| Signature Milly Will of S | Johnsholl (") | Date 07/3 | 1/2008 | | |
| ' (| THIS SPACE FO | R FEDERAL OR STAT | E OFFICE U | SE | |
| _Approved By | | Title | | | Date |
| Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conduction of th | aitable title to those rights in the let operations thereon. | subject lease Office | | | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | U.S.C. Section 1212, make it a c statements or representations as t | crime for any person knowingly to any matter within its jurisdicti | and willfully to ma on. | ake to any department or | agency of the United |

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |
|-----------------------|
| OMB NO. 1004-0135 |
| Expires: July 31, 201 |

| SUNDRY Do not use thi abandoned wel | 5. Lease Serial No. UTU0344B 6. If Indian, Allottee or Tribe Name | | | | | | |
|---|--|--|--|---|--|--|--|
| SUBMIT IN TRII | PLICATE - Other instruction | ns on reverse side. | | 7. If Unit or CA/Agreement, Name and/or No. CHAPITA WELLS | | | |
| Type of Well Oil Well | 8. Well Name and No. CHAPITA WELLS UNIT 1382-34 | | | | | | |
| Name of Operator EOG RESOURCES, INC. | ES.COM | 9. API Well No. 43-047-39917 | | | | | |
| 3a. Address 1060 E. HWY 40 VERNAL, UT 84078 3b. Phone No. (include area code) Ph: 435-781-9145 10. Field and Pool, or Exploratory NATURAL BUTTES | | | | | | | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, and State | | | | | | | |
| Sec 34 T9S R23E SWSW 1298FSL 1166FWL 39.98880 N Lat, 109.31831 W Lon | | | | | | | |
| 12. CHECK APPR | ROPRIATE BOX(ES) TO IN | IDICATE NATURE OF | NOTICE, RE | PORT, OR OTHE | R DATA | | |
| TYPE OF SUBMISSION | | TYPE O | F ACTION | | | | |
| ☐ Notice of Intent | ☐ Acidize | □ Deepen | □ Producti | on (Start/Resume) | ☐ Water Shut-Off | | |
| _ | ☐ Alter Casing | ☐ Fracture Treat | ☐ Reclama | ition | □ Well Integrity | | |
| 🔀 Subsequent Report | □ Casing Repair | ☐ Recomp | lete | ☑ Other Drilling Operations | | | |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug and Abandon | | arily Abandon | Diffing Operations | | |
| | ☐ Water D | risposal | | | | | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for fi Completion activity for the refe | operations. If the operation results andonment Notices shall be filed or nal inspection.) erenced well is scheduled to the s | in a multiple completion or recordly after all requirements, include | ompletion in a n ling reclamation | ew interval, a Form 316 | 0-4 shall be filed once and the operator has | | |
| | Electronic Submission #638 | OURCES, INC., sent to the | II Information Vernal ATIONS CLE | | | | |
| Name (Frimed/Typed) MICKEINZ | IE INAUNEN | THE OFERA | TIONS CLE | nn. | | | |
| Signature W MARCATPING S | inpluedos/(N.L.) | Date 10/15/2 | 2008 | | | | |
| V | THIS SPACE FOR | FEDERAL OR STATE | OFFICE US | SE | | | |
| Approved By | | Title | | | Date | | |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct the applicant the | iitable title to those rights in the sub | warrant or | | | | | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | U.S.C. Section 1212, make it a crimstatements or representations as to a | ne for any person knowingly and my matter within its jurisdiction | d willfully to ma | ke to any department or | agency of the United | | |

WELL CHRONOLOGY **REPORT**

Report Generated On: 10-14-2008

| Well Name | CWU 1382-34 | Well Type | DEVG | Division | DENVER |
|---------------|------------------------|-----------------------|--------------|---------------|--------------|
| Field | CHAPITA DEEP | API# | 43-047-39917 | Well Class | СОМР |
| County, State | UINTAH, UT | Spud Date | 08-26-2008 | Class Date | |
| Tax Credit | N | TVD / MD | 8,510/8,510 | Property # | 062330 |
| Water Depth | 0 | Last CSG | 4.5 | Shoe TVD / MD | 8,494/ 8,494 |
| KB / GL Elev | 5,310/ 5,297 | | | | |
| Location | Section 34, T9S, R23E, | SWSW, 1298 FSL & 1166 | 5 FWL | | |

DRILL & COMPLETE

| Operator | EOG RESOURCES, INC | | ES, INC | WI % 55.5817 | | NRI % | | | 47.17826 | | |
|---------------|--------------------|------------|---------|--------------|--------------|------------|-----|----------|----------|------------|--------------|
| AFE No | | 306002 | | AFE | Total | 1,745,100 | | DHC/ | CWC | 880,7 | 700/ 864,400 |
| Rig Contr | ELE | NBURG | Rig Nan | ne | ELENBURG #29 | Start Date | 02- | -14-2008 | Release | Date | 09-01-2008 |
| 02-14-2008 | R | eported By | (| CINDY VA | N RANKEN | | | | | | |
| DailyCosts: D | rilling | \$0 | | | Completion | \$0 | | Dail | y Total | \$0 | |
| Cum Costs: D | rilling | \$0 | | | Completion | \$0 | | Wel | l Total | \$0 | |
| MD | 0 | TVD | 0 | Progr | ess 0 | Days | 0 | MW | 0.0 | Visc | 0.0 |
| Formation: | | | PBTD: | 0.0 | | Perf: | | | PKR D | epth : 0.0 | 0 |

Activity at Report Time: LOCATION DATA

1.0

Event No

Start **Activity Description** 06:00 06:00

24.0 LOCATION DATA

1298' FSL & 1166' FWL (SE/SW) SECTION 34, T9S, R23E

UINTAH COUNTY, UTAH

LAT 39.988822, LONG 109.317636 (NAD 27) LAT 39.988798, LONG 109.318314 (NAD 83)

Description

ELENBURG #29

OBJECTIVE: 8510' MD, MESAVERDE

DW/GAS

CHAPITA WELLS DEEP PROSPECT

DD&A: CHAPITA DEEP NATURAL BUTTES FIELD

LEASE: UTU-0344B

ELEVATION: 5299.5' NAT GL, 5296.9' PREP GL (DUE TO ROUNDING PREP GL WILL BE 5297'), 5310' KB (13')

EOG WI 55.5817%, NRI 47.17826%

07-25-2008

Reported By

TERRY CSERE

| DailyCosts: Drilling | \$38,000 | Completion | \$0 | | Daily Total | \$38,000 | |
|-----------------------|--------------------|--|------------|------------|------------------|-------------------|-----|
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 | Progress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD: | 0.0 | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | 1 | | | | | |
| Start End | Hrs Activity Des | cription | | | | | |
| 06:00 06:00 | 24.0 START LOCA | ATION BUILD. | | | | | |
| 07-28-2008 Re | eported By | TERRY CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 | Progress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD: | 0.0 | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | 1 | | | | | |
| Start End | Hrs Activity Des | scription | | | | | |
| 06:00 06:00 | 24.0 LOCATION 1 | 0% COMPLETE | | | | | |
| 07-29-2008 Re | eported By | TERRY CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 | Progress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD: | 0.0 | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | 1 | | | | | |
| Start End | Hrs Activity Des | scription | | | | | |
| 06:00 06:00 | 24.0 LOCATION 8 | 0% COMPLETE | | | | | |
| 07-30-2008 R | eported By | TERRY CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 | Progress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation : | PBTD: | 0.0 | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | Ň | | | | | |
| Start End | Hrs Activity Des | scription | | | | | |
| 06:00 06:00 | 24.0 LOCATION 8 | 5% COMPLETE | | | | | |
| 07-31-2008 R | eported By | ERRY BARNES/TERRY C | SERE | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 60 | TVD 60 | Progress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation : | PBTD: | 0.0 | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: LOCATION COME | PLETE -SPUD NOTIFICAT | ION - W/O | AIR RIG | | | |
| Start End | Hrs Activity Des | scription | | | | | |
| 06:00 06:00 | 14" CONDUC | COMPLETE. ROCKY MOU CTOR. CEMENT TO SURFA AND MICHAEL LEE W/BL | ACE WITH R | READY MIX. | JERRY BARNES NOT | | |

| 08-13-2008 | Re | ported By | DA | NNY FARNSV | VORTH | | | | | | |
|---------------------|----------|-----------|----------------------|------------|---------|-------|---|-------|---------------------|-----------|-----|
| DailyCosts: | Drilling | \$268 | 3,757 | Con | pletion | \$0 | | Daily | Total | \$268,757 | |
| Cum Costs: Drilling | | \$306 | \$306,757 Cor | | pletion | \$0 | | Well | Well Total | | |
| MD | 2,168 | TVD | 2,168 | Progress | 0 | Days | 0 | MW | 0.0 | Visc | 0.0 |
| Formation: | | | PBTD : 0. | 0 | | Perf: | | | PKR De _l | oth: 0.0 | |

Activity at Report Time: WORT

| Start | End | Hrs | Activity Description |
|-------|-------|------|--|
| 06:00 | 06:00 | 24.0 | MIRU CRAIGS DRILLING RIG #2 ON 8/07/2008. DRILLED 12-1/4" HOLE TO 2168' GL. FLUID DRILLED HOLE |
| | | | FROM 10101 LOCK RETURNIC (\$1740) RANGO ITC (\$150.70) OF 0. 5/09. 37.04. L. 55. CT. C. CACINIC WITH |

FROM 1210'. LOST RETURNS @ 1640'. RAN 53 JTS (2159.70') OF 9–5/8", 36.0#, J–55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND

EVERY COLLAR TILL GONE. LANDED @ 2172' KB. RDMO CRAIGS RIG .

MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 3500 PSIG. PUMPED 200 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 400 SX (84 BBLS) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX.

DISPLACED CEMENT W/164 BBLS FRESH WATER. BUMPED PLUG W/500# @ 10:35 AM, 8/11/2008. CHECKED FLOAT, FLOAT HELD. SHUT-IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 100 SX (20.4 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 4 HRS.

TOP JOB # 2: MIXED & PUMPED 150 SX (30.7 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED AND STOOD FULL. RDMO HALLIBURTON CEMENTERS.

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

NO SURVEYS @ THIS TIME.

CONDUCTOR LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 90.0 MS= 89.9. 9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 89.9.

LESTER FARNSWORTH NOTIFIED JAMIE SPARGER W/BLM OF THE SURFACE CASING & CEMENT JOB ON $8/08/2008 \otimes 5:30$ PM.

| | | | 8/08/2008 @ 5 | :30 PM. | | | | | | | |
|------------|---------------|-----------|-----------------------|--------------|------------|---------------|-----------------|--------------|-----------|-----------------|--------|
| 08-27-20 | 008 R | eported l | By Ji | M SCHLENKE | R | | | | | | |
| DailyCos | ts: Drilling | \$ | 81,587 | Cor | mpletion | \$0 | | Daily | Total | \$81,587 | |
| Cum Cos | sts: Drilling | \$388,345 | | Completion | | \$0 | Well Total \$38 | | \$388,345 | | |
| MD | 3,012 | TVD | 3,012 | Progress | 844 | Days | 1 | MW | 0.0 | Visc | 0.0 |
| Formatio | on: | | PBTD: | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity a | at Report Ti | me: DRII | LLING @ 3012 | , | | | | | | | |
| Start | End | Hrs | Activity Des | cription | | | | | | | |
| 06:00 | 08:00 | 2.0 | RDMO FROM 8/26/08. | CWU 958-33 T | TO CWU 13 | 382-34, 1.5 M | ILES, BEG | in nu bop. R | IG ON DAY | WORK @ 08: | 00HRS, |
| 08:00 | 12:00 | 4.0 | FILL MUD TA | anks, bha on | i RACKS, I | PREPARE FOI | R BOP TES | TER. | | | |

| 12:00 | 18:00 | 6.0 TEST BOPE, TEST ALL VALVES ON CHOKE MANIFOLD, CHOKE LINE AND KILL LINE TESTED RAMS AND HYDRIL AND CASING, ALL 5K EQIUIPMENT TO 5,000 HIGH AND 250 LOW, HYDRIL 2,500 HIGH AND 250 LOW, CASING TO 1,500, ALL TESTED. WITNESS FROM BLM, CAROL KUBLY SCOTT. COMPLETE FUNCTION TEST OF ACCUMULATOR. |
|-------|-------|---|
| 18:00 | 21:00 | 3.0 INSTALL WEAR BUSHING, RIH W/BHA AND DRILL PIPE, INSTALL ROTATING HEAD, TAG CEMENT @ 2143'. |
| 21:00 | 22:00 | 1.0 DRILLED SHOE AND 10', PERFORMED FIT 240 PSI, 8.4 MW, 2168' = 10.52 ECM. |
| 22:00 | 22:30 | 0.5 SURVEY @ SHOE 2168' - 0.5 DEGREE. |
| 22:30 | 06:00 | 7.5 DRILL 2168' TO 3012' (844') ROP 112, WOB 15/20, RPM 55/68, SPP 1300/1460, GPM 422, DIF PSI 200/300, MW 8.9, VIS 30. |
| | | ROT 80, P/U 90, S/O 76. |
| | | MW 8.9 VIS 30 @ 05:00, NO GAINS OR LOSSES. |
| | | NO ACCIDENTS OR INCIDENTS REPORTED. |
| | | SAFETY MTG; TAKING SURVEYS, FUNCTION TESTING BOP & ACCUMULATOR. |
| | | FUNCION TEST CROWN-O-MATIC. |
| | | FULL CREWS. |
| | | FUEL; 8509 GAL, USED; 701 GAL. (RECEIVED 4,400 GAL 8/26/08 @ \$3.91/GAL). |
| | | FORMATION; MAHOGANY. |
| | | UNMANNED LOGGER DAY 1; STARTED 08/26/2008. |
| | | |

| 08-28-2008 | Re | ported By | JI | M SCHLENKE | R | | | | | | |
|-------------|----------|-----------|-------|------------|----------|-------|---|-------|--------|-----------|------|
| DailyCosts: | Drilling | \$40, | 643 | Con | npletion | \$0 | | Daily | Total | \$40,643 | |
| Cum Costs: | Drilling | \$428 | 3,989 | Cor | npletion | \$0 | | Well | Total | \$428,989 | |
| MD | 5,189 | TVD | 5,189 | Progress | 2,177 | Days | 2 | MW | 8.9 | Visc | 30.0 |
| Formation : | | | PBTD: | 0.0 | | Perf: | | | PKR De | oth: 0.0 | |

Activity at Report Time: Drilling @ 5189

| Activity a | t Report Ti | me: Drilli | ing @ 5189 |
|------------|-------------|------------|---|
| Start | End | Hrs | Activity Description |
| 06:00 | 11:00 | 5.0 | DRILL 3012' TO 3556' (544') ROP 108, WOB 17–18.5, RPM 55+70, TQR 2000–2300, GPM 429, SPP 1400–1580, MW 8.9, VIS 30. |
| 11:00 | 11:30 | 0.5 | WIRE LINE SURVEY @ 3511' - 2 DEGREES |
| 11:30 | 12:00 | 0.5 | SERVICE RIG |
| 12:00 | 18:00 | 6.0 | DRILL 3556' TO 4373' (817') ROP 136, WOB 15/16, RPM 50+70, TRQ 21/2300, GPM 425, SPP 1400/1700, MW 9.5, VIS 32. |
| 18:00 | 18:30 | 0.5 | WIRELINE SURVEY @ 4327' - 2 DEGREES |
| | | | ROT 98 P/U 104 S/O 85 |
| 18:30 | 06:00 | 11.5 | DRILL 4373' TO 5189' (816') ROP 71, WOB 15.5 – 20, RPM 50+70, TRQ 17–2200, GPM 425, SPP 15.5 – 1700. |
| | | | ROT 108, P/U 110, S/O 97. |
| | | | MW 9.6 VIS 39 @ 05:00, NO GAINS OR LOSSES. |
| | | | |
| | | | NO ACCIDENTS OR INCIDENTS REPORTED. |
| | | | SAFETY MTG; TAKING SURVEYS, CLEANING. |
| | | | FUNCTION TEST CROWN-O-MATIC. |
| | | | BOP DRILL. |
| | | | FULL CREWS. |
| | | | FUEL; 7119 GAL, USED; 1390 GAL. |

Well Name: CWU 1382-34 Field: CHAPITA DEEP Property: 062330

FORMATION; CHAPITA WELLS.

| | | U | INMANNED L | OGGER DAY | 2; STARTI | ED 08/26/26 | 008. | | | | |
|-------------|-------------|------------|--------------------------------|----------------|-------------|-------------|--------------|------------|---------------------|-----------------|-----------|
| 08-29-200 | 08 Re | eported By | , JIN | 1 SCHLENKE | R | | | | | | |
| DailyCosts | s: Drilling | \$38 | 3,139 | Cor | npletion | \$0 | | Daily | y Total | \$38,139 | |
| Cum Cost | s: Drilling | \$46 | 57,128 | Cor | npletion | \$0 | | Well | Total | \$467,128 | |
| MD | 6,504 | TVD | 6,504 | Progress | 1,315 | Days | 3 | MW | 9.2 | Visc | 40.0 |
| Formation | ı: | | PBTD : 0. | 0 | | Perf: | | | PKR De _l | pth: 0.0 | |
| Activity at | t Report Ti | me: DRILL | JING @ 6504' | | | | | | | | |
| Start | End | Hrs A | Activity Desci | ription | | | | | | | |
| 06:00 | 13:30 | | ORILL 5189' TO HOLE WHILE I | | | | | | TQR 1500-210 | 00, MW 10, VIS | 34, TIGHT |
| 13:30 | 14:00 | 0.5 S | ERVICE RIG, | CONDITION | MUD, CIRO | CULATE. | | | | | |
| 14:00 | 06:00 | 16.0 E | ORILL 5598' TO | 0 6504' (906') | ROP 56.6, V | WOB 20, R | PM 55+70, GP | M 432, TQR | 1700-2100, 1 | MW 10.4, | |
| | | S | SPP 1950 – 205 | 0. | | | | | | | |
| | | R | ROT 133, P/U 1 | 38, S/O 124. | | | | | | | |
| | | N | /W 10.4 VIS 34 | 4 @ 05:00, NO | GAINS OF | R LOSSES. | | | | | |
| | | N | IO ACCIDENT | s or incide | NTS REPO | RTED. | | | | | |
| | | S | SAFETY MTG; | HAND-OVE | R COMMU | NICATION | S. | | | | |
| | | F | FUNCTION TE | ST CROWN-0 | D-MATIC. | | | | | | |
| | | F | FULL CREWS. | | | | | | | | |
| | | F | FUEL; 5557 GA | .L, USED; 156 | 2 GAL. | | | | | | |
| | | F | ORMATION; 1 | UPPER PRICE | RIVER. | | | | | | |
| | | U | JNMANNED L | OGGER DAY | 3; STARTI | ED 08/26/20 | 008. | | | | |
| 08-30-200 | 08 R | eported By | y JIN | и SCHLENKE | R | | | | | | |
| DailyCost | s: Drilling | \$33 | 3,182 | Cor | npletion | \$0 | | Dail | y Total | \$33,182 | |
| Cum Cost | s: Drilling | \$50 | 00,311 | Cor | npletion | \$0 | | Well | Total | \$500,311 | |
| | | | | | | | | | | | |

| 08-30-200 | 08 R | eported | Ву | JIN | 1 SCHLENKE | R | | | | | | |
|-------------|-------------|----------|------------|-------|------------|----------|-------|---|------|---------|-----------|------|
| DailyCosts | s: Drilling | 9 | 33,182 | | Cor | npletion | \$0 | | Dail | y Total | \$33,182 | |
| Cum Cost | s: Drilling | S | \$500,311 | | Cor | npletion | \$0 | | Well | Total | \$500,311 | |
| MD | 7,700 | TVD | 7,70 | 0 | Progress | 1,169 | Days | 4 | MW | 10.1 | Visc | 34.0 |
| Formation | ι: | | PBTD | : 0.0 | 0 | | Perf: | | | PKR Dep | oth: 0.0 | |
| Activity at | Report T | ime: DRI | LLING @ 77 | 00' | | | | | | | | |
| Start | End | Hrs | Activity D | escr | iption | | | | | | | |

| Activity at | Report Ti | me: DRII | LLING @ 7700' |
|-------------|-----------|----------|---|
| Start | End | Hrs | Activity Description |
| 06:00 | 16:30 | 10.5 | DRILL 6504' TO 7139' (635') ROP 60.5, WOB 10-18, RPM 40-55, TRQ 16-2200, SPP 1900-2150 MW 10.6, VIS 34. |
| 16:30 | 17:00 | 0.5 | SERVICE RIG. |
| 17:00 | 06:00 | 13.0 | DRILL 7139' TO 7700' (561') ROP 43, WOB 10–20, RPM 35–55/68MM, TRQ 16–2200, SPP 1950–2180, MW 10.6–.7, VIS 34–36. |
| | | | ROT 150, P/U 152, S/O 140. |
| | | | MW 10.7 VIS 36 @ 05:00, NO GAINS OR LOSSES. |
| | | | NO ACCIDENTS OR INCIDENTS REPORTED. |
| | | | SAFETY MTG; SLIPS TRIPS AND FALLS. |
| | | | FUNCION TEST CROWN-O-MATIC. |
| | | | FULL CREWS. |
| | | | FUEL; 3659 GAL, USED; 1897 GAL. |

GAS BG 120U, CONN 1500U

FORMATION; MIDDLE PRICE RIVER.

UNMANNED LOGGER DAY 4; STARTED 08/26/2008.

| 08-31-200 | 8 Re | ported By | JII | M SCHLENKE | ₹ | | | | | | |
|-------------|-------------|-------------|-----------------|------------------|-------------|--------------|------------|-------------|--------------|--------------|------|
| DailyCosts | : Drilling | \$49,86 | 3 | Con | pletion | \$0 | | Daily | Total | \$49,863 | |
| Cum Costs | : Drilling | \$550,1 | 74 | Con | pletion | \$0 | | Well | Total | \$550,174 | |
| MD | 8,485 | TVD | 8,485 | Progress | 785 | Days | 5 | MW | 10.8 | Visc | 36.0 |
| Formation | : | | PBTD : 0 | .0 | | Perf: | | | PKR Dej | oth: 0.0 | |
| Activity at | Report Ti | ne: DRILLIN | G @ 8485' | | | | | | | | |
| Start | End | Hrs Act | ivity Desc | ription | | | | | | | |
| 06:00 | 17:00 | 11.0 DRI | LL 7700' T | O 8091' (390') I | ROP 35.5, 1 | WOB 17-19, 1 | RPM 40-50 | +70MM, TRO | 2 1800–2100, | MW 10.8, VIS | 36. |
| 17:00 | 17:30 | 0.5 SER | VICE RIG. | | | | | | | | |
| 17:30 | 06:00 | 12.5 DRI | LL 8091' T | O 8485' (394') I | ROP 31.5, | WOB 10-22, I | RPM 55+63 | -70MM, TRO |) 1850–2330, | MW 11.2, VIS | 39. |
| | | ROT | 165, P/U I | 75, S/O 155. | | | | | | | |
| | | MW | ' 11.2 VIS 3 | 9 @ 05:00, NO | GAINS OI | R LOSSES. | | | | | |
| | | NO. | ACCIDENT | rs or incidei | NTS REPO | RTED. | | | | | |
| | | SAF | ЕТҮ МТG | ; PINCH POINT | S & MIXI | NG MUD. | | | | | |
| | | FUN | ICION TES | ST CROWN-O- | MATIC. | | | | | | |
| | | FUL | L CREWS | | | | | | | | |
| | | FUE | EL; 6628 GA | AL, USED; 1032 | 2 GAL. (RI | ECEIVED 400 | 1 GAL @ \$ | 3.92/GAL ON | N 8-30-08) | | |
| | | GAS | S BG 135 U | , CONN 400 U. | | | | | | | |
| | | FOR | RMATION; | SEGO. | | | | | | | |
| | | UNI | MANNED I | LOGGER DAY | 5; START | ED 08/26/200 | 8. | | | | |
| 09-01-200 | 8 Re | eported By | JII | M SCHLENKE | ₹ | | | | | | |
| DailyCosts | : Drilling | \$30,59 | 96 | Con | pletion | \$0 | | Daily | Total | \$30,596 | |
| Cum Costs | s: Drilling | \$580,7 | 771 | Con | apletion | \$0 | | Well | Total | \$580,771 | |
| MD | 8,510 | TVD | 8,510 | Progress | 25 | Days | 6 | MW | 11.2 | Visc | 43.0 |
| Formation | : | | PBTD: 0 | .0 | | Perf: | | | PKR De | oth: 0.0 | |

| Cum Cost | s: Drilling | \$ | 380,771 | Com | pietion | 20 | | wei | Total | \$300,771 | |
|-------------|--------------|---------|------------------------------|------------------------------------|-----------|-------------|--------------|-------------|-----------------|----------------|------------|
| MD | 8,510 | TVD | 8,510 | Progress | 25 | Days | 6 | MW | 11.2 | Visc | 43.0 |
| Formation | ı : | | PBTD : 0 | .0 | | Perf: | | | PKR Dep | th: 0.0 | |
| Activity at | t Report Tir | ne: RUN | INING PRODUC | CTION CSG | | | | | | | |
| Start | End | Hrs | Activity Desc | ription | | | | | | | |
| 06:00 | 07:00 | 1.0 | DRILL 8485' T TD WELL @ 0 | O 8510' TD (25' 7:00 ON 8/31/20 | | , WOB 10–21 | , RPM 55+70 | MM, TRQ 2 | 393, MW 11.2 | , VIS 39. | |
| 07:00 | 08:00 | 1.0 | CIRCULATE. | | | | | | | | |
| 08:00 | 09:30 | 1.5 | WIPER TRIP, 2 | 5 JTS, TIGHT @ | 9 8410, W | 'ASHED & R | EAMED, DRA | AG 5 - 7000 |). | | |
| 09:30 | 10:30 | 1.0 | CIRCULATE B | OTTOMS UP, N | O GAS S | HOWS, NO | SHALE. PUM | IP SLUG. | | | |
| 10:30 | 21:00 | 10.5 | DROP SURVEY DEGREES. | Y, LD DRILL PI | PE & BH. | A, TIGHT HO | OLE @ 6300', | 5700', 4150 |)' & 3118' TO 2 | .780', SURVE | EY 2 |
| 21:00 | 21:30 | 0.5 | PULL WEAR E | BUSHING. | | | | | | | |
| 21:30 | 23:00 | 1.5 | SAFETY MEET TONGS, MU A | TING W/ CALIE ND THREAD L | | | | | ., RU CASINO | SUB, RU CA | ALIBER CSG |

| 23:00 | 06:00 | 7.0 | KUN 4.5" P11 | 0, 11.6 # CASING | , ENCOU | BRID | GE @ 02 | 00 , PU RU | TATING HEA | D TO WASH D | OWN. |
|-------------|-------------|-----------|---|--|---|--|--|---|---|---|---|
| 09-02-200 | 08 R | eported l | By J | IM SCHLENKER | | | | | | | |
| DailyCosts | s: Drilling | \$ | 59,187 | Com | pletion | \$196,366 | | Dail | ly Total | \$255,553 | |
| Cum Cost | s: Drilling | \$ | 639,958 | Com | pletion | \$196,366 | | Wel | l Total | \$836,324 | |
| MD | 8,510 | TVD | 8,510 | Progress | 0 | Days | 7 | MW | 0.0 | Visc | 0.0 |
| Formation | ı: | | PBTD: | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity at | Report Ti | me: RDR | T/WO COMPI | LETION | | | | | | | |
| Start | End | Hrs | Activity Des | scription | | | | | | | |
| 06:00 | 09:00 | 3.0 | RUN CASINO | G, WASH DOWN @ | @ 6200-6 | 300, TAGGED A | GAIN @ | 8450'. | | | |
| 09:00 | 11:00 | 2.0 | WASHED AN | D WORKED CSG | TO 8496 | , . | | | | | |
| 11:00 | 11:30 | 0.5 | LJ, SPACE OUTOP, 63 JTS O | EMOVE ROTATIN UT AND LAND CO CSG, MARKER JT D MANDREL CSO RD CALIBER TO | SG W/85, ' @ 5751' G HANGI | 000# STRING W TOP, 44 JTS CS | T AS FC G, MARI | LLOWS; FS KER JT @ 3 | S @ 8,494.41', 834' TOP, 87 J | 1 JT CSG, FC (TS CSG, 1 SHC | @ 8462.74 DRT JT- |
| 11:30 | 12:30 | 1.0 | CIRCULATE | TO CLEAR CSG. | | | | | | | |
| 12:30 | 13:30 | 1.0 | RU SCHLUM | BERGER, SAFET | Ү МЕЕТ | ING WITH ALL | PERSON | INEL, TEST | LINES TO 5, | 000 PSI. | |
| 13:30 | 16:30 | 3.0 | SPACER. MIZ 12.885 GPSK WITH 5.985 G BBL OF FREE BUMPED PLI SLURRY 452 LEAD ADDIT D020 6.000 % D174 2.000 % D012 0.750 % D046 0.200 % D013 0.300 % D130 0.125 lb TAIL ADDITI D020 2.000 % D046 0.100 % D167 0.200 % | BWOB extender BWOB expanding BWOB fluid loss BWOB antifoam BWOB retarder BWOB dispersant /sk blend lost circ | D 315 SK ID PUMP BLS CMT MIX ANI 200 PSI E & SPACE | SS 35:65 POZ G, ED TAIL 1415 S C). DROPPED TO D DISPLACEME BLED OFF PRES | (127 BB KS 50:50 OP PLUC ENT RAT SURE, 1 | LS) + ADDI) POZ G + A G. DISPLAC E 6 BPM. F .5 BBL FLC | TIVES (YIEL DDITIVES (Y CED TO FLOA INAL PUMP I DW BACK, FL | D 1.98) AT 12.0 (IELD 1.29) AT AT COLLAR WI PRESSURE 222 | PPG WITH 14.1 PPG ITH 131 5 PSI, |
| 16:30 | 18:00 | 1.5 | WO CEMENT | Г, RD SCHLUMBE | ERGER II | NSTALL PACK | OFF BUS | SHING & TE | EST WITH FM | IC. | |
| 18:00 | 22:00 | | CLEAN MUD | TANKS & RD FO WU 1382-34 TO F | OR RIG M | IOVE. WEST RO | | | | | O MOVE |
| 22:00 | 06:00 | 8.0 | RDRT. | | | | | | | | |
| | | | | TS OR INCIDEN | | | N.C | | | | |
| | | | | ETINGS; RUNNIN | | IG & CEMENTI | NG. | | | | |
| | | | FUNCTION I | EST CROWN-O- | WIATIC. | | | | | | |

FUEL; 4913 GAL, USED; 810 GAL.

UNMANNED LOGGER DAY 7; STARTED 08/26/2008.

06:00

RELEASE RIG @ 22:00, 9/1/2008. CASING POINT COST \$605,777

| 09-18-20 | 008 Re | ported By | SI | EARLE | | | | | | | |
|------------|--------------|-------------|----------------------|----------|-----------|--------------|---------|----------------|-------------|------------|-----------|
| DailyCos | ts: Drilling | \$0 | | Co | mpletion | \$42,688 | | Daily | Total | \$42,688 | |
| Cum Cos | ts: Drilling | \$639,9 | 958 | Co | mpletion | \$239,054 | | Well 1 | Total | \$879,012 | |
| MD | 8,510 | TVD | 8,510 | Progress | 0 | Days | 8 | MW | 0.0 | Visc | 0.0 |
| Formatio | n: | | PBTD : 8449.0 | | | Perf: | | PKR Depth: 0.0 | | | |
| Activity a | ıt Report Ti | me: PREP FO | R FRACS | | | | | | | | |
| Start | End | Hrs Act | tivity Desc | ription | | | | | | | |
| 06:00 | 06:00 | | RU SCHLUI HLUMBER | | OG WITH R | ST/CBL/CCL/V | DL/GR I | FROM PBTD T | ΓΟ 50'. EST | CEMENT TOP | @ 90'. RD |

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |
|-----------------------|
| OMB NO. 1004-013: |
| Expires: July 31, 201 |

| SUNDRY NOTICES AND REPORTS ON WELLS | |
|---|---|
| Do not use this form for proposals to drill or to re-enter an | , |
| abandoned well. Use form 3160-3 (APD) for such proposals | |

5. Lease Serial No. UTU0344B

| | HOLICES WIND KELO | | | 01000440 | | |
|--|--|---|---|---|--|--|
| Do not use the abandoned we | is form for proposals to II. Use form 3160-3 (API | drill or to re-enter an D) for such proposals. | | 6. If Indian, Allottee | or Tribe Name | |
| SUBMIT IN TRI | PLICATE - Other instruc | tions on reverse side. | | 7. If Unit or CA/Agre CHAPITA WEL | eement, Name and/or No. LS UNI | |
| Type of Well Oil Well | her | | | 8. Well Name and No. CHAPITA WELLS UNIT 1382-34 | | |
| Name of Operator EOG RESOURCES, INC. | | MARY A. MAESTAS stas@eogresources.com | | 9. API Well No. 43-047-39917 | | |
| 3a. Address 600 17TH STREET SUITE 10 DENVER, CO 80202 | 000N | 3b. Phone No. (include area code Ph: 303-824-5526 | e) | 10. Field and Pool, or NATURAL BUT | | |
| 4. Location of Well (Footage, Sec., T | ., R., M., or Survey Description, |) | - | 11. County or Parish, | and State | |
| Sec 34 T9S R23E SWSW 129 39.98879 N Lat, 109.31831 W | | | | UINTAH COUN | ITY, UT | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | INDICATE NATURE OF | NOTICE, RI | EPORT, OR OTHE | R DATA | |
| TYPE OF SUBMISSION | | ТҮРЕ О | F ACTION | | | |
| ☐ Notice of Intent | ☐ Acidize | □ Deepen | ☐ Product | ion (Start/Resume) | ☐ Water Shut-Off | |
| _ | ☐ Alter Casing | ☐ Fracture Treat | □ Reclama | ation | ■ Well Integrity | |
| Subsequent Report | ☐ Casing Repair | ■ New Construction | □ Recomp | lete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug and Abandon | ☐ Tempor | arily Abandon | Production Start-up | |
| 1 | Convert to Injection | Plug Back | ■ Water D | isposal | | |
| If the proposal is to deepen directions Attach the Bond under which the won following completion of the involved testing has been completed. Final At determined that the site is ready for f | rk will be performed or provide l operations. If the operation res pandonment Notices shall be file | the Bond No. on file with BLM/BL sults in a multiple completion or rec | A. Required sub completion in a r | sequent reports shall be sew interval, a Form 316 | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the site is ready for fine the referenced well was turned the site is ready for fine the site is r | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the site is ready for fine the referenced well was turned the site is ready for fine the site is r | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the site is ready for fine the referenced well was turned the site is ready for fine the site is r | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the site is ready for fine the referenced well was turned the site is ready for fine the site is r | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the referenced well was turned the referenced well was turned to the referenced well was turned to the reference that the reference well was turned to the reference that the reference well was turned to the reference that the reference well was turned to the reference to the reference that t | rk will be performed or provide a operations. If the operation responded in the operation responded in the operation of the operation of the operation.) The operation of the o | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a rading reclamation | sequent reports shall be lew interval, a Form 316 I, have been completed, | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned that the site is ready for fine the referenced well was turned the referenced well was turned the referenced well was turned to the referenced well was turned to the reference that the reference well was turned to the reference that the reference well was turned to the reference that the reference well was turned to the reference to the reference that t | rk will be performed or provide a operations. If the operation responded in the performed of the file in the inal inspection.) and to sales on 11/8/2008. It is on operations performed of the inal inspection. | the Bond No. on file with BLM/BL rults in a multiple completion or reced only after all requirements, inclu- | A. Required sub ompletion in a r ding reclamation rations summ | sequent reports shall be sew interval, a Form 316 i, have been completed, nary | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for firm the referenced well was turne report for drilling and completion of the state of the s | rk will be performed or provide a operations. If the operation responded in the performed of the file in the inal inspection.) and to sales on 11/8/2008. It is on operations performed of the inal inspection. | the Bond No. on file with BLM/BL rults in a multiple completion or record only after all requirements, included only after all requirements, included on the subject well. 64582 verified by the BLM Well-ESOURCES, INC., sent to the | A. Required sub ompletion in a r ding reclamation rations summ | sequent reports shall be ew interval, a Form 316 i, have been completed, mary | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for f. The referenced well was turne report for drilling and completion of the comp | rk will be performed or provide a operations. If the operation responded in the performed of provide and one of the file in the performed of the sales on 11/8/2008. It is true and correct. Electronic Submission # For EOG R | the Bond No. on file with BLM/BL ults in a multiple completion or rec d only after all requirements, inclu- Please see the attached ope on the subject well. 64582 verified by the BLM Wel ESOURCES, INC., sent to the | A. Required sub ompletion in a r ding reclamation rations summ Il Information Vernal _ATORY ASS | sequent reports shall be ew interval, a Form 316 i, have been completed, mary | filed within 30 days 60-4 shall be filed once | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for f. The referenced well was turne report for drilling and completion of the site is ready for f. The referenced well was turne report for drilling and completion. 14. I hereby certify that the foregoing is Name (Printed/Typed) MARY A. | in will be performed or provide a operations. If the operation results of the operation results on the performed of the file in all inspection.) In the contract of the contr | the Bond No. on file with BLM/BL ults in a multiple completion or rec d only after all requirements, inclu- Please see the attached ope on the subject well. 64582 verified by the BLM Wel ESOURCES, INC., sent to the | A. Required sub ompletion in a r ding reclamation rations summ Il Information Vernal _ATORY ASS | sequent reports shall be sew interval, a Form 316, have been completed, nary System SISTANT | filed within 30 days 60-4 shall be filed once | |
| following completion of the involved testing has been completed. Final Abdetermined that the site is ready for fi. The referenced well was turne report for drilling and completion of the involved testing and completion. 14. I hereby certify that the foregoing is Name (Printed/Typed) MARY A. Signature MARY A. | in will be performed or provide a operations. If the operation results of the operation results on the performed of the file in all inspection.) In the contract of the contr | the Bond No. on file with BLM/BL ults in a multiple completion or rec donly after all requirements, inclu- Please see the attached ope on the subject well. 64582 verified by the BLM Wel ESOURCES, INC., sent to the Title REGUL Date 11/10/2 PR FEDERAL OR STATE | A. Required sub ompletion in a r ding reclamation rations summ Il Information Vernal _ATORY ASS | sequent reports shall be sew interval, a Form 316, have been completed, nary System SISTANT | filed within 30 days 50-4 shall be filed once and the operator has | |
| Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for f. The referenced well was turne report for drilling and completion of the state of the st | at well be performed or provide a loperations. If the operation responded ment Notices shall be file inal inspection.) But to sales on 11/8/2008. It on operations performed to on operations performed to the sales of the sales | the Bond No. on file with BLM/BL ults in a multiple completion or rec donly after all requirements, inclu- Please see the attached ope on the subject well. 64582 verified by the BLM Wel ESOURCES, INC., sent to the Title REGUL Date 11/10/2 PR FEDERAL OR STATE | A. Required sub ompletion in a r ding reclamation rations summ Il Information Vernal _ATORY ASS | sequent reports shall be sew interval, a Form 316, have been completed, nary System SISTANT | filed within 30 days 60-4 shall be filed once | |

WELL CHRONOLOGY REPORT

Report Generated On: 11-10-2008

| Well Name | CWU 1382-34 | Well Type | DEVG | Division | DENVER | | | | | |
|---------------|--|-----------|--------------|---------------|--------|--|--|--|--|--|
| Field | CHAPITA DEEP | API# | 43-047-39917 | Well Class | COMP | | | | | |
| County, State | UINTAH, UT | Spud Date | 08-26-2008 | Class Date | | | | | | |
| Tax Credit | N | TVD / MD | 8,510/8,510 | Property # | 062330 | | | | | |
| Water Depth | 0 | Last CSG | 0.0 | Shoe TVD / MD | 0/ 0 | | | | | |
| KB / GL Elev | 5,310/ 5,297 | | | | | | | | | |
| Location | Section 34, T9S, R23E, SWSW, 1298 FSL & 1166 FWL | | | | | | | | | |

DRILL & COMPLETE

| Operator | EO | G RESOURC | CES, INC | WI % | 55.0 | 33 | | NRI % | | 47.155 | |
|----------------|---------|------------|----------|-------------|------------|------------|-----|----------|----------|-----------------|--------------|
| AFE No | | 306002 | | AFE Tot | al | 1,745,100 | | DHC / | CWC | 880,7 | 700/ 864,400 |
| Rig Contr | ELE | NBURG | Rig Nan | ne ELI | ENBURG #29 | Start Date | 02- | -14-2008 | Release | Date | 09-01-2008 |
| 02-14-2008 | R | eported By | (| CINDY VAN F | RANKEN | | | | | | |
| DailyCosts: Di | rilling | \$0 | | C | Completion | \$0 | | Dail | ly Total | \$0 | |
| Cum Costs: D | rilling | \$0 | | C | Completion | \$0 | | Wel | l Total | \$0 | |
| MD | 0 | TVD | 0 | Progress | 0 | Days | 0 | MW | 0.0 | Visc | 0.0 |
| Formation: | | | PBTD: | 0.0 | | Perf: | | | PKR D | epth: 0. | 0 |

Activity at Report Time: LOCATION DATA

1.0

Event No

Start End Hrs Activity Description

06:00 06:00 24.0 LOCATION DATA

1298' FSL & 1166' FWL (SE/SW) SECTION 34, T9S, R23E

UINTAH COUNTY, UTAH

LAT 39.988822, LONG 109.317636 (NAD 27) LAT 39.988798, LONG 109.318314 (NAD 83)

Description

ELENBURG #29

OBJECTIVE: 8510' MD, MESAVERDE

DW/GAS

CHAPITA WELLS DEEP PROSPECT

DD&A: CHAPITA DEEP NATURAL BUTTES FIELD

LEASE: UTU-0344B

ELEVATION: 5299.5' NAT GL, 5296.9' PREP GL (DUE TO ROUNDING PREP GL WILL BE 5297'), 5310' KB (13')

EOG WI 55.5817%, NRI 47.17826%

07-25-2008 Reported By

TERRY CSERE

| DailyCosts: Drilling | \$38,000 | Completion | \$0 | | Daily Total | \$38,000 | |
|----------------------------|--------------------------------------|------------------|------------|-----------|------------------|-------------------|-----|
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 P | rogress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD : 0.0 | | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | | | | | | |
| Start End | Hrs Activity Descript | ion | | | | | |
| 06:00 06:00 | 24.0 START LOCATION | BUILD. | | | | | |
| 07-28-2008 Re | eported By TERR | Y CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 P 1 | rogress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD : 0.0 | | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | | | | | | |
| Start End | Hrs Activity Descript | ion | | | | | |
| 06:00 06:00 | 24.0 LOCATION 10% C | OMPLETE | | | | | |
| 07-29-2008 Re | eported By TERR | Y CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 P 1 | rogress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD : 0.0 | | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | | | | | | |
| Start End | Hrs Activity Descript | ion | | | | | |
| 06:00 06:00 | 24.0 LOCATION 80% C | OMPLETE | | | | | |
| 07-30-2008 Re | eported By TERR | Y CSERE | | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 0 | TVD 0 P | rogress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD : 0.0 | | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: BUILD LOCATION | | | | | | |
| Start End | Hrs Activity Descript | ion | | | | | |
| 06:00 06:00 | 24.0 LOCATION 85% C | OMPLETE | | | | | |
| 07-31-2008 Re | eported By JERRY | BARNES/TERRY CS | SERE | | | | |
| DailyCosts: Drilling | \$0 | Completion | \$0 | | Daily Total | \$0 | |
| Cum Costs: Drilling | \$38,000 | Completion | \$0 | | Well Total | \$38,000 | |
| MD 60 | TVD 60 Pr | rogress 0 | Days | 0 | MW 0.0 | Visc | 0.0 |
| Formation: | PBTD : 0.0 | | Perf: | | PKR I | Depth: 0.0 | |
| Activity at Report Ti | me: LOCATION COMPLETE | -SPUD NOTIFICATI | ON – W/O A | IR RIG | | | |
| Start End | Hrs Activity Descript | ion | | | | | |
| 06:00 06:00 | 24.0 LOCATION COMP 14" CONDUCTOR. | LETE. ROCKY MOU | CE WITH RI | EADY MIX. | JERRY BARNES NOT | | |

| 08-13-2008 | Re | ported By | D | ANNY FARNSV | VORTH | | | | | | |
|----------------|---------|-----------|-----------------|-------------|---------|-------|---|--------|---------------------|-----------|-----|
| DailyCosts: Dr | illing | \$268 | ,757 | Com | pletion | \$0 | | Daily | Total | \$268,757 | |
| Cum Costs: Di | rilling | \$306 | ,757 | Com | pletion | \$0 | | Well 7 | Total . | \$306,757 | |
| MD 2 | 2,168 | TVD | 2,168 | Progress | 0 | Days | 0 | MW | 0.0 | Visc | 0.0 |
| Formation: | | | PBTD : 0 | 0.0 | | Perf: | | | PKR De _l | oth: 0.0 | |
| | | | | | | | | | | | |

Activity at Report Time: WORT

| Start | End | Hrs | Activity Description |
|-------|-------|------|--|
| 06:00 | 06:00 | 24.0 | MIRU CRAIGS DRILLING RIG #2 ON 8/07/2008. DRILLED 12–1/4" HOLE TO 2168' GL. FLUID DRILLED HOLE |
| | | | FROM 1210'. LOST RETURNS @ 1640'. RAN 53 JTS (2159.70') OF 9-5/8", 36.0#, J-55, ST&C CASING WITH |

HROM 1210°, LOST RETURNS @ 1640°, RAN 53 JTS (2159.70°) OF 9-378°, 36.0#, 1-55, ST&C CASING WITH HALLIBURTON GUIDE SHOE AND FLOAT COLLAR. 8 CENTRALIZERS SPACED MIDDLE OF SHOE JOINT AND EVERY COLLAR TILL GONE. LANDED @ 2172° KB. RDMO CRAIGS RIG.

MIRU HALLIBURTON CEMENTERS. HELD SAFETY MEETING. PRESSURE TESTED LINES AND CEMENT VALVE TO 3500 PSIG. PUMPED 200 BBLS FRESH WATER & 20 BBLS GELLED WATER FLUSH AHEAD OF CEMENT. MIXED & PUMPED 400 SX (84 BBLS) OF PREMIUM CEMENT W/2 % CACL2. MIXED CEMENT @ 15.6 PPG W/YIELD OF 1.18 CF/SX.

DISPLACED CEMENT W/164 BBLS FRESH WATER. BUMPED PLUG W/500# @ 10:35 AM, 8/11/2008. CHECKED FLOAT, FLOAT HELD. SHUT—IN CASING VALVE. NO RETURNS.

TOP JOB # 1: MIXED & PUMPED 100 SX (20.4 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. NO RETURNS. WOC 4 HRS.

TOP JOB # 2: MIXED & PUMPED 150 SX (30.7 BBLS) OF PREMIUM CEMENT W/2% CACL2. MIXED CEMENT @ 15.8 PPG W/YIELD OF 1.15 CF/SX. HOLE FILLED AND STOOD FULL. RDMO HALLIBURTON CEMENTERS.

PREPARED LOCATION FOR ROTARY RIG. WORT. WILL DROP FROM REPORT UNTIL FURTHER ACTIVITY.

NO SURVEYS @ THIS TIME.

CONDUCTOR LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 90.0 MS= 89.9. 9 5/8 CASING LEVEL RECORD: PS= 89.9 OPS= 90.0 VDS= 89.9 MS= 89.9.

LESTER FARNSWORTH NOTIFIED JAMIE SPARGER W/BLM OF THE SURFACE CASING & CEMENT JOB ON $8/08/2008 \otimes 5:30$ PM.

| 08-27-20 | 08 R | eported : | Ву Л | M SCHLENKE | R | | | | | | |
|----------------------------|--------------|-----------|--------------------|--------------|-----------|---------------|------------|--------------|--------------|-----------------|--------|
| DailyCost | ts: Drilling | \$ | 81,587 | Cor | npletion | \$0 | | Daily | Total | \$81,587 | |
| Cum Costs: Drilling | | \$388,345 | | Completion | | \$0 | Well Total | | | \$388,345 | |
| MD | 3,012 | TVD | 3,012 | Progress | 844 | Days | 1 | MW | 0.0 | Visc | 0.0 |
| Formation: PBTD | | | PBTD : 0 | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity a | t Report Ti | me: DRI | LLING @ 3012' | | | | | | | | |
| Start | End | Hrs | Activity Desc | ription | | | | | | | |
| 06:00 | 08:00 | 2.0 | RDMO FROM 8/26/08. | CWU 958-33 1 | TO CWU 13 | 382-34, 1.5 M | ILES, BEG | IN NU BOP. I | RIG ON DAY | WORK @ 08:0 | 00HRS, |
| 08:00 | 12:00 | 4.0 | FILL MUD TA | NKS, BHA ON | RACKS, I | REPARE FOI | R BOP TES | TER. | | | |

| 12:00 | 18:00 | 6.0 TEST BOPE, TEST ALL VALVES ON CHOKE MANIFOLD, CHOKE LINE AND KILL LINE TESTED RAMS AND HYDRIL AND CASING, ALL 5K EQIUIPMENT TO 5,000 HIGH AND 250 LOW, HYDRIL 2,500 HIGH AND 250 LOW, CASING TO 1,500, ALL TESTED. WITNESS FROM BLM, CAROL KUBLY SCOTT. COMPLETE FUNCTION TEST OF ACCUMULATOR. |
|-------|-------|--|
| 18:00 | 21:00 | 3.0 INSTALL WEAR BUSHING, RIH W/ BHA AND DRILL PIPE, INSTALL ROTATING HEAD, TAG CEMENT @ 2143'. |
| 21:00 | 22:00 | 1.0 DRILLED SHOE AND 10°, PERFORMED FIT 240 PSI, 8.4 MW, 2168° = 10.52 ECM. |
| 22:00 | 22:30 | 0.5 SURVEY @ SHOE 2168' – 0.5 DEGREE. |
| 22:30 | 06:00 | 7.5 DRILL 2168' TO 3012' (844') ROP 112, WOB 15/20, RPM 55/68, SPP 1300/1460, GPM 422, DIF PSI 200/300, MW 8.9, VIS 30. |
| | | ROT 80, P/U 90, S/O 76. |
| | | MW 8.9 VIS 30 @ 05:00, NO GAINS OR LOSSES. |
| | | NO ACCIDENTS OR INCIDENTS REPORTED. |
| | | SAFETY MTG; TAKING SURVEYS, FUNCTION TESTING BOP & ACCUMULATOR. |
| | | FUNCION TEST CROWN-O-MATIC. |
| | | FULL CREWS. |
| | | FUEL; 8509 GAL, USED; 701 GAL. (RECEIVED 4,400 GAL 8/26/08 @ \$3.91/GAL). |
| | | FORMATION; MAHOGANY. |
| | | UNMANNED LOGGER DAY 1; STARTED 08/26/2008. |

06:00 SPUD 7 7/8" HOLE @ 22:30 HRS, 8/26/2008.

| 08-28-2008 | Re | ported By | | JIM SCHLENKE | R | | | | • | | |
|---------------------|----------|-----------|-------|--------------|----------|------|------------|--------|----------|-----------|------|
| DailyCosts: | Drilling | \$40, | ,643 | Cor | mpletion | \$0 | | Daily | Total | \$40,643 | |
| Cum Costs: Drilling | | \$42 | 8,989 | Completion | | \$0 | Well Total | | | \$428,989 | |
| MD | 5,189 | TVD | 5,189 | Progress | 2,177 | Days | 2 | MW | 8.9 | Visc | 30.0 |
| Formation: PBTD | | PBTD: | 0.0 | | Perf: | | | PKR De | pth: 0.0 | | |

| 1 OI mano | | | 1 1 1 1 0.0 | 1011. | i ikik Depin . v.v |
|------------|------------|------------|---|---------------------------------|---|
| Activity 2 | t Report T | ime: Drill | ling @ 5189 | | |
| Start | End | Hrs | Activity Description | | |
| 06:00 | 11:00 | 5.0 | DRILL 3012' TO 3556' (544' 8.9, VIS 30. |) ROP 108, WOB 17-18.5, RPM 55 | +70, TQR 2000–2300, GPM 429, SPP 1400–1580, MW |
| 11:00 | 11:30 | 0.5 | WIRE LINE SURVEY @ 35 | 11'-2 DEGREES | |
| 11:30 | 12:00 | 0.5 | SERVICE RIG | | |
| 12:00 | 18:00 | 6.0 | DRILL 3556' TO 4373' (817' VIS 32. |) ROP 136, WOB 15/16, RPM 50+7 | 0, TRQ 21/2300, GPM 425, SPP 1400/1700, MW 9.5, |
| 18:00 | 18:30 | 0.5 | WIRELINE SURVEY @ 432 | 7'-2 DEGREES | |
| | | | ROT 98 P/U 104 S/O 85 | | |
| 18:30 | 06:00 | 11.5 | DRILL 4373' TO 5189' (816' |) ROP 71, WOB 15.5 – 20, RPM 50 | +70, TRQ 17–2200, GPM 425, SPP 15.5 – 1700. |
| | | | ROT 108, P/U 110, S/O 97. | | |
| | | | MW 9.6 VIS 39 @ 05:00, NO | GAINS OR LOSSES. | |
| | | | NO ACCIDENTS OR INCID | ENTS DEDARTED | |
| | | | | | |
| | | | SAFETY MTG; TAKING SU | • | |
| | | | FUNCTION TEST CROWN- | -O-MATIC. | |
| | | | BOP DRILL. | | |
| | | | FULL CREWS. | | |
| | | | FUEL; 7119 GAL, USED; 13 | 90 GAL. | |
| | | _ | | | |

FORMATION; CHAPITA WELLS.

UNMANNED LOGGER DAY 2; STARTED 08/26/2008.

| 08-29-20 | ng D | eported By | | JOGGER DAY M SCHLENKE | | | | | | | |
|--------------------|--------------|-------------|-----------------------|---|-----------|-------------|-------------|--------------|--------------------|------------------|-------------|
| | | \$38,13 | | | | \$0 | | Dail | v Total | \$38,139 | |
| DailyCost | s: Drilling | \$467,1 | | | npletion | \$0 | | | y Total l Total | \$467,128 | |
| | _ | | | | npletion | | 2 | | | • | 40.0 |
| MD Farmentian | 6,504 | TVD | 6,504 | Progress | 1,315 | Days | 3 | MW | 9.2 | Visc | 40.0 |
| Formation | | me: DRILLIN | PBTD : 0 | .0 | | Perf: | | | PKR De | pin : 0.0 | |
| · | _ | | | . • . 4 • | | | | | | | |
| Start 06:00 | End 13:30 | 7.5 DRI | | • | | | | | TQR 1500-21 | 00, MW 10, VIS | S 34, TIGHT |
| 13:30 | 14:00 | | | CONDITION | | _ | | | | | |
| 14:00 | 06:00 | | | O 6504' (906') | | | PM 55+70, G | PM 432, TQF | R 1700–2100, I | MW 10.4, | |
| | | SPP | 1950 - 205 | 0. | | | | | | | |
| | | ROT | 133, P/U 1 | 38, S/O 124. | | | | | | | |
| | | MW | 10.4 VIS 3 | 4 @ 05:00, NO | GAINS O | R LOSSES. | | | | | |
| | | | | | | | | | | | |
| | | | | 'S OR INCIDE | | | | | | | |
| | | | | HAND-OVE | | NICATIONS | S. | | | | |
| | | | | ST CROWN-C |)-MATIC. | | | | | | |
| | | | L CREWS. | | | | | | | | |
| | | FUE | L, 3337 GF | AL, USED; 156 | 2 GAL. | | | | | | |
| 08-30-200 | 08 Re | | MANNED I | UPPER PRICE LOGGER DAY M SCHLENKE | 3; START | ED 08/26/20 | 08. | | | | |
| DailyCost | | \$33,18 | | | npletion | \$0 | | Dail | y Total | \$33,182 | |
| Cum Cost | - | \$500,3 | | | npletion | \$0 | | | l Total | \$500,311 | |
| MD | 7,700 | TVD | 7,700 | Progress | 1,169 | Days | 4 | MW | 10.1 | Visc | 34.0 |
| Formation | ı: | | PBTD : 0. | 0 | | Perf: | | | PKR De | pth : 0.0 | |
| Activity at | t Report Ti | me: DRILLIN | G @ 7700' | | | | | | | | |
| Start | End | Hrs Act | ivity Desc | ription | | | | | | | |
| 06:00 | 16:30 | 10.5 DRI | LL 6504' T | O 7139' (635') i | ROP 60.5, | WOB 10-18 | , RPM 40-5 | 5, TRQ 16–22 | 200, SPP 1900- | -2150 MW 10.6 | 5, VIS 34. |
| 16:30 | 17:00 | 0.5 SER | VICE RIG. | | | | | | | | |
| 17:00 | 06:00 | | LL 7139' To 34–36. | O 7700' (561') | ROP 43, W | OB 10-20, I | RPM 35-55/ | 68MM, TRQ | 16-2200, SPP | 1950–2180, M | W 10.67, |
| | | ROT | 150, P/U 1 | 52, S/O 140. | | | | | | | |
| | | MW | 10.7 VIS 3 | 6 @ 05:00, NO | GAINS O | R LOSSES. | | | | | |
| | | NO A | ACCIDENT | 'S OR INCIDE | NTS REPO | RTED. | | | | | |
| | | SAF | ETY MTG; | SLIPS TRIPS | AND FALI | ∡S. | | | | | |
| | | FUN | ICION TES | T CROWN-O- | MATIC. | | | | | | |
| | | FUL | L CREWS. | | | | | | | | |
| | | EDE | T - 2650 GA | L, USED; 189 | 7 GAT | | | | | | |

GAS BG 120U, CONN 1500U

FORMATION; MIDDLE PRICE RIVER.

UNMANNED LOGGER DAY 4; STARTED 08/26/2008.

| 08-31-20 | 008 R | eported By | y JI | M SCHLENKE | R | | | | | | |
|------------|--------------|------------|---------------|------------------------------------|------------|---------------|------------|--------------|--------------|-----------------|------|
| DailyCos | ts: Drilling | \$49 | 9,863 | Con | npletion | \$0 | | Daily | Total | \$49,863 | |
| Cum Cos | ts: Drilling | \$55 | 50,174 | Con | npletion | \$0 | | Well | Total | \$550,174 | |
| MD | 8,485 | TVD | 8,485 | Progress | 785 | Days | 5 | MW | 10.8 | Visc | 36.0 |
| Formatio | n: | | PBTD: | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity a | ıt Report Ti | me: DRILI | LING @ 8485' | | | | | | | | |
| Start | End | Hrs A | Activity Desc | ription | | | | | | | |
| 06:00 | 17:00 | 11.0 I | ORILL 7700' T | O 8091' (390') | ROP 35.5, | WOB 17–19, I | RPM 40-50 | +70MM, TRO | 2 1800–2100, | MW 10.8, VIS | 36. |
| 17:00 | 17:30 | 0.5 \$ | SERVICE RIG | | | | | | | | |
| 17:30 | 06:00 | 12.5 I | ORILL 8091' T | O 8485' (394') | ROP 31.5, | WOB 10-22, I | RPM 55+63 | –70MM, TRO | 2 1850–2330, | MW 11.2, VIS | 39. |
| | | F | ROT 165, P/U | 175, S/O 155. | | | | | | | |
| | | N | MW 11.2 VIS 3 | 89 @ 05:00, NO | GAINS O | R LOSSES. | | | | | |
| | | N | NO ACCIDEN | TS OR INCIDE | NTS REPO | RTED. | | | | | |
| | | S | SAFETY MTG | ; PINCH POIN | rs & mixi | NG MUD. | | | | | |
| | | F | FUNCION TES | ST CROWN-O- | MATIC. | | | | | | |
| | | F | FULL CREWS | | | | | | | | |
| | | F | FUEL; 6628 G. | AL, USED; 1032 | 2 GAL. (RI | ECEIVED 400 | 1 GAL @ \$ | 33.92/GAL ON | V 8-30-08) | | |
| | | C | GAS BG 135 U | J, CONN 400 U. | | | | | | | |
| | | F | FORMATION; | SEGO. | | | | | | | |
| | | J | JNMANNED | LOGGER DAY | 5; START | ED 08/26/2008 | 3. | | | | |
| 09-01-20 | 008 Re | eported By | y JI | M SCHLENKE | R | | | | | | |
| DailyCost | ts: Drilling | \$30 |),596 | Con | npletion | \$0 | | Daily | Total | \$30,596 | |
| Cum Cos | ts: Drilling | \$58 | 30,771 | Con | npletion | \$0 | | Well | Total | \$580,771 | |
| MD | 8,510 | TVD | 8,510 | Progress | 25 | Days | 6 | MW | 11.2 | Visc | 43.0 |
| Formatio | n: | | PBTD: | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity a | t Report Ti | me: RUNN | ING PRODUC | CTION CSG | | | | | | | |
| Start | End | Hrs A | Activity Desc | ription | | | | | | | |
| 06:00 | 07:00 | | | °O 8510° TD (25 7:00 ON 8/31/20 | | WOB 10-21, | RPM 55+7 | 0MM, TRQ 23 | 393, MW 11.2 | 2, VIS 39. | |
| 07.00 | 00.00 | | TO WELL US | 01. 0/31/20 | | | | | | | |

0.5 PULL WEAR BUSHING.

1.0 CIRCULATE.

DEGREES.

07:00

08:00

09:30

10:30

21:00

21:30

08:00

09:30

10:30

21:00

21:30

23:00

 $1.5 \ \, \text{SAFETY MEETING W/ CALIBER CASING CREW \& ALL RIG PERSONNEL, RU CASING SUB, RU CALIBER CSG TONGS, MU AND THREAD LOCK FS, FC, CENTRALIZER ON JOINT \sharp1.}$

10.5 DROP SURVEY, LD DRILL PIPE & BHA, TIGHT HOLE @ 6300', 5700', 4150' & 3118' TO 2780', SURVEY 2

1.5 WIPER TRIP, 25 JTS, TIGHT @ 8410, WASHED & REAMED, DRAG 5 – 7000.

1.0 CIRCULATE BOTTOMS UP, NO GAS SHOWS, NO SHALE. PUMP SLUG.

Property: 062330

| 10 10 10 10 10 10 10 10 | 23:00 | 06:00 | 7.0 RUN | 4.5" P110 |), 11.6 # CA | SING, ENCOU | NTERED BRI | DGE @ 62 | 200', PU RO | TATING HEA | D TO WASH D | OWN. |
|---|-------------|-------------|---|--|---|--|---|--|---|---|--|--|
| MD | 09-02-200 |)8 Re | ported By | J] | M SCHLEN | KER | | | | | | |
| MD 8,510 TVD 8,510 Progress 0 Days 7 MW 0.0 Vise 0.0 Formation: PBTD: 0.0 Perf: PKR Depth: 0.0 Activity at Report Time: Tim | DailyCost | s: Drilling | \$59,18 | 7 | (| Completion | \$196,366 | | Dail | y Total | \$255,553 | |
| Formation | Cum Cost | s: Drilling | \$639,9 | 58 | • | Completion | \$196,366 | | Well | l Total | \$836,324 | |
| Start Star | MD | 8,510 | TVD | 8,510 | Progress | s 0 | Days | 7 | MW | 0.0 | Visc | 0.0 |
| Start End | Formation | : |] | PBTD : | 0.0 | | Perf: | | | PKR De | pth: 0.0 | |
| 09:00 10:00 3.0 RUN CASING, WASH DOWN @ 6200-6300, TAGGED AGAIN @ 8450*. 09:00 11:00 2.0 WASHED AND WORKED CSG TO 8496*. 11:00 11:30 0.5 LD TAG, TI, REMOVE ROTATING BEAD, LD LAST_IT (41.11*), PU & RIH SHORT_IT (22.1*), PU CSG HANGER & LJ, SPACE OUT AND LAND CSG W/85,000# STRING WT AS FOLLOWS; PS @ 8,494.41*, 1 JT CSG, PC @ 8462.74 TOP, 63 JTS CSG, MARKER IT @ 5751*TOP, 44 JTS CSG, MARKER IT @ 3751*TOP, 44 JTS CSG, MARKER IT @ 3764*CD, 44 JTS CSG, MARKER IT @ 3844*TOP, 83 JTS CSG, 1 SHORT JT & EVERY 3 JT, RO CALIBER TONGS. 10:30 12:30 10.0 CIRCULATE TO CLEAR CSG. 10:30 | Activity at | Report Ti | ne: RDRT/WC | COMPL | ETION | | | | | | | |
| 11:00 11:00 2.0 WASHED AND WORKED CSG TO \$496*. 11:00 11:30 11:30 2.1 D TAG JT, REMOVE ROTATING HEAD, LID LAST JT (41.11*), PU & RIH SHORT JT (22.1*), PU CSG HANGER & 22.1* PLOTED AND LAND CSG W/85,000# STRING WT AS FOLLOWS; FS @ 8,494.41*, LIT CSG, FC @ 8462.74* TOP, 63 JTS CSG, MARKER, IT @ 5751* TOP, 44 JTS CSG, MARKER, TT @ 3824* TOP, 87 JTS CSG, 1 SHORT JT-22.1*, FLUTED MANDREL CSG MANGER, 27 BOW-SPRING CENTRALIZERS @ 5'ABOVE FS, TOP OF 2ND JT & EVERY 3 JT, RD CALIBER TONGS. 12:30 12:30 1.0 RU SCHLUMBERGER, SAFETY MEETING WITH ALL PERSONNEL, TEST LINES TO 5,000 PSL 13:30 16:30 3.0 CEMENTING PER PROGRAM, DROP BOTTOM PLUG, PUMP 20 BBIS CHEMICAL WASH AND 20 BBIS WATER PROGRAM PROPED TO PLUG PLUG PLUG PLUG PLUG PROMITE 12.88 5 GPSK H20.02 S BBIS CHT, DROPED TOP PLUG DISPLACED TO JOAN COLLAR WITH 13 BBL OF PRESS WATER, AVG MIX AND DUSPLACED TO DISPLACED TO ACT COLLAR WITH 13 BBL OF PRESS WATER, AVG MIX AND DISPLACEMENT EATE 6 BPM. FINAL PLMP PRESSURE 2225 PSI, BUMPED PLUG @ 16.25 TO 3200 PSI BLED OFF PRESSURE, 1.3 BBL FLOW BACK, FLOATS HELD. (TOTAL SLURRY 452 BBL + 40 WASH & SPACER, EST. 37 BBLS BACK TO SURFACE. | Start | End | Hrs Acti | vity Desc | cription | | | | | | | |
| 11:00 11:30 0.5 LD TAG JT, REMOVE ROTATING HEAD, LD LAST JT (41.11°), PU & RIH SHORT JT (22.1°), PU CSG HANGER & LJ, SPACE OUT AND LAND CSG W/85,000# STRING WT AS POLLOWS; 18 @ 8,494.41°, LT CSG, PC @ 8462.74 | 06:00 | 09:00 | 3.0 RUN | CASING | , WASH DO | WN @ 6200-6 | 300, TAGGED | AGAIN @ | 9 8450'. | | | |
| LJ. SPACE OUT AND LAND CSG WAS,000# STRING WT AS FOLLOWS; RS @ 8,944.11, 13T CSG, R6 @ 8462.74 TOP, 63 TIS CSG, LOSG, MARKER IT @ 5751 TOP, 44 TIS CSG, MARKER IT @ 3534 "TOP, 67 TIS CSG, 15 SHORT JT— 22.11, FLUTED MANDREL CSG HANGER. 27 BOW—SPRING CENTRALIZERS @ 5' ABOVE FS, TOP OF 2ND JT & EVERY 3 JT, RD CALIBER TONGS. 11:30 12:30 1.0 CIRCULATE TO CLEAR CSG. 12:30 13:30 1.0 RU SCHLUMBERGER, SAFETY MEETING WITH ALL PERSONNEL, TEST LINES TO 5,000 PSL. 3.0 CEMENTING PER PROGRAM, DROP BOTTOM PLUG, PUMP 20 BBLS CHEMICAL WASH AND 20 BBLS WATER SPACER, MIXED AND PUMPED 315 SKS 35:65 POZ G, (127 BBLS) + ADDITIVES (YIELD 1.99) AT 12.0 PPG WITH 12.885 GPSK 120.0 MIXED AND PUMPED TALL 1415 SKS 50:30 POZ G + ADDITIVES (YIELD 1.29) AT 14.1 PPG WITH 5.985 GPSK 120.2 GS BBLS CMT), DROPPED TOP PLUG, DISPLACED TO PLOAT COLLAR WITH 131 BBL OF FRESH WATER, AVG MIX AND DISPLACEMENT RATE 6 BPM. FINAL PUMP PRESSURE 2225 PSI, BUMPED PLUG @ 16:26 TO 3200 PSI BLEED OFF PRESSURE, 1.5 BBL FLOW ACK, PLOATS HELD, (TOTAL SLURRY 432 BBL + 40 WASH & SPACER, EST. 37 BBLS BACK TO SURFACE. LEAD ADDITIVES; DO20 6.000 %BWOB expanding ce D112 0.750 %BWOB divid loss D046 0.200 %BWOB divid loss D046 0.200 %BWOB dispersant D130 1.25 Ib/sk blend lost circ TAIL ADDITIVES; D020 2.000 %BWOB Bind loss D065 0.200 %BWOB divid loss D065 0.200 %BWOB dispersant D167 0.200 %BWOB Bind loss D065 0.200 %BWOB BIND LOSS BIND LOSS DE SEMICATION DO LOSS DE SEMICATION DE ON LOCATION @ 06:00 TO MOVE RE | 09:00 | 11:00 | 2.0 WAS | HED ANI | O WORKED | CSG TO 8496 | , . | | | | | |
| 12:30 13:30 1.0 RU SCHLUMBERGER, SAFETY MEETING WITH ALL PERSONNEL, TEST LINES TO 5,000 PSI. | 11:00 | 11:30 | LJ, S TOP, 22.1' | PACE OU 63 JTS C , FLUTEI | T AND LAN SG, MARKI D MANDRE | ND CSG W/85, ER JT @ 5751' L CSG HANGI | 000# STRING TOP, 44 JTS C | WT AS FO SG, MAR | OLLOWS; FS KER JT @ 38 | 3 @ 8,494.41', 334' TOP, 87 J | 1 JT CSG, FC TS CSG, 1 SHO | @ 8462.74 ORT JT- |
| 16:30 16:30 16:30 16:30 16:30 3.0 CEMENTING PER PROGRAM, DROP BOTTOM PLUG, PUMP 20 BBLS CHEMICAL WASH AND 20 BBLS WATER SPACER, MIXED AND PUMPED 315 SKS 35:65 POZ G, (127 BBLS) ADDITIVES (VIELD 1.98) AT 12.0 PPG WITH 1.2885 GPSK H2O. MIXED AND PUMPED JAIS SKS 80:50 POZ G + ADDITIVES (VIELD 1.99) AT 12.0 PPG WITH 1.2885 GPSK H2O. MIXED AND PUMPED TAIL 141 SKS 50:50 POZ G + ADDITIVES (VIELD 1.99) AT 12.0 PPG WITH 1.585 GPSK H2O. MIXED AND PUMPED TAIL 141 SKS 50:50 POZ G + ADDITIVES (VIELD 1.99) AT 14.1 PPG WITH 5.985 GPSK H2O. (325 BBLS CMT). DROPPED TOP PLUG. DISPLACED TO FLOAT COLLAR WITH 131 BBL OF FRESS WATER, AVG MIX AND DISPLACEMENT RATE 6 BPM. FINAL PUMP PRESSURE 2225 PSI, BBL WIMPED PLUG @ 16:26 TO 32:00 PSI BLED OFF PRESSURE, 1.5 BBL FLOW BACK, FLOATS HELD. (TOTAL SLURRY 452 BBL + 40 WASH & SPACER, EST. 37 BBLS BACK TO SURFACE. LEAD ADDITIVES; D020 6.000 %BWOB extender D174 2.000 %BWOB did loss D046 0.200 %BWOB dispersant D013 0.300 %BWOB dispersant D013 0.300 %BWOB dispersant D030 0.125 lb/sk blend lost circ TAIL ADDITIVES; D020 2.000 %BWOB dispersant D167 0.200 %BWOB dispersant D167 0.200 %BWOB dispersant 16:30 18:00 18:00 18:00 18:00 18:00 19:00 WBWOB dispersant 16:30 18:00 19:00 WBWOB dispersant 10:00 WBWOB WOB WOB WOB WOB WOB WOB WOB WOB W | 11:30 | 12:30 | 1.0 CIRC | CULATE T | O CLEAR (| CSG. | | | | | | |
| SPACER. MIXED AND PUMPED 315 SKS 35:65 POZ G, (127 BBLS) + ADDITIVES (YIELD 1.99) AT 12.0 PPG WITH 12.885 GPSK H2O. MIXED AND PUMPED TAIL 1415 SKS 50:50 POZ GF A ADDITIVES (YIELD 1.29) AT 14.1 PPG WITH 5.985 GPSK H2O. MIXED AND PUMPED TOP PLUG. DISPLACED TO FLOAT COLLAR WITH 131 BBL OF FRESH WATER, AVG MIX AND DISPLACEMENT RATE 6 BPM. FINAL PUMP PRESSURE 2225 PSI, BUMPED PLUG @ 16:25 TO 3200 PSI BLED OFF PRESSURE, 1.58 PLOW BACK, FLOATS HELD. (TOTAL SLURRY 452 BBL + 40 WASH & SPACER, EST. 37 BBLS BACK TO SURFACE. LEAD ADDITIVES; D020 6.000 %BWOB extender D174 2.000 %BWOB extender D174 2.000 %BWOB extender D175 0.000 %BWOB by Expanding ce D112 0.750 %BWOB fluid loss D046 0.200 %BWOB dispersant D130 0.125 lb/sk blend lost circ TAIL ADDITIVES; D020 2.000 %BWOB extender D046 0.100 %BWOB extender D046 0.100 %BWOB antifoam D167 0.200 %BWOB dispersant 16:30 18:00 1.5 WO CEMENT, RD SCHLUMBERGER, INSTALL PACK OFF BUSHING & TEST WITH FMC. 18:00 22:00 4.0 CLEAN MUD TANKS & RD FOR RIG MOVE. WEST ROC TRUCKING TO BE ON LOCATION @ 06:00 TO MOVE RIG FROM CWU 1382-34 TO ECW 61-35. 22:00 06:00 8.0 RDRT. NO ACCIDENTS OR INCIDENTS REPORTED. SAFETY MEETINGS; RUNNING CASING & CEMENTING. FUNCTION TEST CROWN-O-MATIC. | 12:30 | 13:30 | 1.0 RU S | CHLUMI | BERGER, SA | AFETY MEETI | NG WITH AL | L PERSOI | NNEL, TEST | LINES TO 5,0 | 000 PSI. | |
| 18:00 22:00 4.0 CLEAN MUD TANKS & RD FOR RIG MOVE. WEST ROC TRUCKING TO BE ON LOCATION @ 06:00 TO MOVE RIG FROM CWU 1382-34 TO ECW 61-35. 22:00 06:00 8.0 RDRT. NO ACCIDENTS OR INCIDENTS REPORTED. SAFETY MEETINGS; RUNNING CASING & CEMENTING. FUNCTION TEST CROWN-O-MATIC. | 13:30 | 16:30 | SPAC 12.88 WITT BBL BUM SLUI LEA: D020 D174 D013 D065 D130 TAIL D020 D046 D167 | CER. MIX 15 GPSK 1 H 5.985 G OF FRES PED PLU RRY 452 D ADDIT 10 6.000 % 10 0.200 % 10 0. | ED AND PU 120. MIXE PSK H20 (3 H WATER, IG @ 16:26 BBL + 40 W IVES; BWOB exten BWOB fluid BWOB antife BWOB dispe sk blend lost IVES; BWOB exten BWOB exten BWOB dispe sk blend lost IVES; | JMPED 315 SK D AND PUMP. 25 BBLS CMT AVG MIX ANI TO 3200 PSI E ASH & SPACE der ading ce loss bam der resant circ der bam loss | S 35:65 POZ (ED TAIL 1415 '). DROPPED D DISPLACEN BLED OFF PRI | G, (127 BB SKS 50:50 TOP PLUO MENT RAT ESSURE, 1 | SLS) + ADDI O POZ G + A G. DISPLAC TE 6 BPM. FI I.5 BBL FLO | TIVES (YIEL) DDITIVES (Y ED TO FLOA NAL PUMP F W BACK, FL | D 1.98) AT 12.0 IELD 1.29) AT T COLLAR W PRESSURE 222 | PPG WITH 14.1 PPG ITH 131 25 PSI, |
| RIG FROM CWU 1382–34 TO ECW 61–35. 22:00 06:00 8.0 RDRT. NO ACCIDENTS OR INCIDENTS REPORTED. SAFETY MEETINGS; RUNNING CASING & CEMENTING. FUNCTION TEST CROWN-O-MATIC. | 16:30 | 18:00 | 1.5 WO | CEMENT, | RD SCHLU | MBERGER, II | NSTALL PACK | OFF BU | SHING & TE | ST WITH FM | C. | |
| NO ACCIDENTS OR INCIDENTS REPORTED. SAFETY MEETINGS; RUNNING CASING & CEMENTING. FUNCTION TEST CROWN-O-MATIC. | 18:00 | 22:00 | | | | | | ROC TRUC | CKING TO B | E ON LOCAT | ION @ 06:00 T | O MOVE |
| SAFETY MEETINGS; RUNNING CASING & CEMENTING. FUNCTION TEST CROWN-O-MATIC. | 22:00 | 06:00 | 8.0 RDR | Γ. | | | | | | | | |
| FUNCTION TEST CROWN-O-MATIC. | | | NO A | CCIDEN | TS OR INCI | DENTS REPO | RTED. | | | | | |
| | | | SAFI | ETY MEE | TINGS; RUI | NNING CASIN | IG & CEMENT | ΓING. | | | | |
| FULL CREWS. | | | FUN | CTION TI | EST CROW | N-O-MATIC. | | | | | | |
| | | | FULI | L CREWS | • | | | | | | | |

FUEL; 4913 GAL, USED; 810 GAL. UNMANNED LOGGER DAY 7; STARTED 08/26/2008.

06:00

RELEASE RIG @ 22:00, 9/1/2008. CASING POINT COST \$605,777

| 09-18-200 | 8 R | eported By | Si | EARLE | | | | | | | • |
|-------------|------------|------------------|---|--|------------------------------------|---|----------------------------|---|----------------------|------------------------------|---------------------|
| DailyCosts | : Drilling | \$0 | | Con | pletion | \$42,688 | | Daily | Total | \$42,688 | |
| Cum Costs | : Drilling | \$639, | 958 | Con | pletion | \$239,054 | | Well T | Fotal | \$879,012 | |
| MD | 8,510 | TVD | 8,510 | Progress | 0 | Days | 8 | MW | 0.0 | Visc | 0.0 |
| Formation | : | | PBTD : 8 | 449.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity at | Report Ti | me: PREP FO | OR FRACS | | | | | | | | |
| Start | End | Hrs Ac | tivity Desc | ription | | | | | | | |
| 06:00 | 06:00 | | RU SCHLU HLUMBER | | G WITH F | ST/CBL/CCL/V | DL/GR F | ROM PBTD T | O 50'. EST | CEMENT TOP | @ 90'. R |
| 10-19-200 | 8 R | eported By | М | CCURDY | | | | | | | |
| DailyCosts | : Drilling | \$0 | | Con | pletion | \$1,723 | | Daily | Total | \$1,723 | |
| Cum Costs | : Drilling | \$639, | 958 | Con | pletion | \$240,777 | | Well 7 | Fotal | \$880,735 | |
| MD | 8,510 | TVD | 8,510 | Progress | 0 | Days | 9 | MW | 0.0 | Visc | 0.0 |
| Formation | : | | PBTD : 8 | 449.0 | | Perf: | | | PKR De | pth: 0.0 | |
| Activity at | Report Ti | me: WO CO | MPLETION | | | | | | | | |
| Start | End | Hrs Ac | tivity Desc | ription | | | | | | | |
| 06:00 | 06:00 | 24.0 NU | 10M FRAC | TREE. PRESSU | JRE TEST | ED FRAC TREE | & CAS | ING TO 8500 I | PSIG. WO C | OMPLETION. | |
| 11-02-200 | 8 Re | eported By | C | ARLSON | | | | | | | |
| DailyCosts | : Drilling | \$0 | | Con | pletion | \$968 | | Daily | Total | \$968 | |
| Cum Costs | : Drilling | \$639, | 958 | Com | pletion | \$241,745 | | Well 7 | Total | \$881,703 | |
| MD | 8,510 | TVD | 8,510 | Progress | 0 | Days | 10 | MW | 0.0 | Visc | 0.0 |
| Formation | : MESA VI | ERDE | PBTD : 8 | 449.0 | | Perf: 7424-8 | 3235 | | PKR De | pth: 0.0 | |
| Activity at | Report Ti | me: FRAC | | | | | | | | | |
| Start | End | Hrs Ac | tivity Desc | ription | | | | | | | |
| 06:00 | 06:00 | 816 CA 20/ | 54'–65', 819 SING WITH 40 SAND, 1 | 1'–92', 8223'–2 I 165 GAL GYP 5914 GAL DEL | 4', 8234'- TRON T- IA 200 WI | 55'-56', 8061'-6. 35' @ 3 SPF @ 1 106, 3757 GAL V TH 62900# 20/40 IG. RD HALLIB | 20° PHA VFG LIN SAND | ASING. RDWL EAR PAD, 630 @ 1-5 PPG. M | RU HALL 67 GAL WF | IBURTON, FRA G LINEAR W/1 | AC DOWI # & 1.5# |
| | | | | _ | | PRATE LPR FRO 79', 7992'–94' @ | | | | | |

RUWL. SET 10K CFP @ 8010' & PERFORATE LPR FROM 7866'-67', 7870'-71', 7888'-89', 7899'-7900', 7908'-10', 7946'-47', 7958'-59', 7968'-69', 7978'-79', 7992'-94' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 923 GAL WFG LINEAR PAD, 6376 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 39079 GAL DELTA 200 WITH 140700# 20/40 SAND @ 1-5 PPG. MTP 5202 PSIG. MTR 52.7 BPM. ATP 4338 PSIG. ATR 50.7 BPM. ISIP 3079 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP @ 7836' & PERFORATE MPR FROM 7655'-56', 7662'-63', 7690'-91', 7721'-22', 7730'-31', 7750'-51', 7756'-57', 7767'-68', 7777'-78', 7802'-04', 7821'-22' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 512 GAL WFG LINEAR PAD, 8463 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 58091 GAL DELTA 200 WITH 212900# 20/40 SAND @ 1-5 PPG. MTP 6040 PSIG. MTR 51.3 BPM. ATP 4960 PSIG. ATR 50.3 BPM. ISIP 2928 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP AT 7620'& PERFORATE MPR FROM 7424'-25', 7431'-32', 7451'-52', 7459'-60', 7468'-69', 7476'-77', 7491'-92', 7502'-03', 7554'-55', 7567'-68', 7578'-79', 7603'-04' @ 3 SPF 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 1008 GAL WFG LINEAR PAD, 6287 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 35014 GAL DELTA 200 WITH 127600# 20/40 SAND @ 1-5 PPG. MTP 5306 PSIG. MTR 51.2 BPM. ATP 4124 PSIG. ATR 50.2 BPM. ISIP 2306 PSIG. RD HALLIBURTON.

| 11-03-2008 | Re | ported By | y CA | ARLSON | | | | | | | |
|-----------------|--------|-----------|-----------------|----------|---------|---------------------|------|--------|--------------|-------------|-----|
| DailyCosts: Dri | lling | \$0 | | Con | pletion | \$380,164 | | Daily | Total | \$380,164 | |
| Cum Costs: Dri | illing | \$63 | 39,958 | Com | pletion | \$621,909 | | Well 7 | Fotal | \$1,261,868 | |
| MD 8, | 510 | TVD | 8,510 | Progress | 0 | Days | 11 | MW | 0.0 | Visc | 0.0 |
| Formation : ME | ESA VE | RDE | PBTD : 8 | 449.0 | | Perf : 61678 | 3235 | | PKR Dep | oth: 0.0 | |

Activity at Report Time: PREP TO MIRUSU

06:00

06:00

| Start | End | Hrs | Activity Description |
|-------|-----|-----|-----------------------------|
|-------|-----|-----|-----------------------------|

24.0 SICP 2050 PSIG RUWL SET 10K CFP AT 7400'. PERFORATE MPR FROM 7174'-75', 7182'-83', 7186'-87', 7196'-97', 7214'-15', 7255'-56', 7299'-7300', 7326'-27', 7336'-37', 7343'-44', 7377'-78', 7381'-82' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 1097 GAL WFG LINEAR PAD, 6397 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 32907 GAL DELTA 200 WITH 120100# 20/40 SAND @ 1-5 PPG. MTP 5785 PSIG. MTR 52.2 BPM. ATP 4162 PSIG. ATR 49.1 BPM. ISIP 1920 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP AT 7146'. PERFORATE U/MPR FROM 6904'-05', 6915'-16', 6948'-49', 7001'-02', 7009'-10', 7015'-16', 7058'-59', 7067'-68', 7087'-88', 7097'-98', 7122'-23', 7129'-30' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 1825 GAL WFG LINEAR PAD, 6440 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 41111 GAL DELTA 200 WITH 151200# 20/40 SAND @ 1-5 PPG. MTP 4908 PSIG. MTR 51.9 BPM. ATP 3717 PSIG. ATR 48.2 BPM. ISIP 1935 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP AT 6876'. PERFORATE UPR FROM 6655'-56', 6662'-63', 6701'-02', 6738'-39', 6742'-43', 6767'-68', 6779'-80', 6783'-84', 6796'-97', 6807'-08', 6819'-20', 6853'-54' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 698 GAL WFG LINEAR PAD, 6392 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 26348 GAL DELTA 200 WITH 94100# 20/40 SAND @ 1-5 PPG. MTP 4667 PSIG. MTR 51.9 BPM. ATP 3587 PSIG. ATR 49.2 BPM. ISIP 1975 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP AT 6620'. PERFORATE UPR FROM 6366'-67', 6382'-83', 6392'-93', 6422'-23', 6437'-38', 6502'-03', 6508'-09', 6520'-21', 6550'-51', 6564'-65', 6570'-71', 6587'-88' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 908 GAL WFG LINEAR PAD, 6355 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 48721 GAL DELTA 200 WITH 174600# 20/40 SAND @ 1-5 PPG. MTP 4345 PSIG. MTR 51.9 BPM. ATP 3058 PSIG. ATR 49.5 BPM. ISIP 1900 PSIG. RD HALLIBURTON.

RUWL. SET 10K CFP AT 6310'. PERFORATE UPR FROM 6167'-68', 6175'-76', 6181'-82', 6191'-92', 6214'-15', 6227'-28', 6236'-37', 6246'-47', 6261'-62',6266'-67', 6278'-79', 6284'-85' @ 3 SPF @ 120° PHASING. RDWL. RU HALLIBURTON, FRAC DOWN CASING WITH 165 GAL GYPTRON T-106, 644 GAL WFG LINEAR PAD, 6363 GAL WFG LINEAR W/1# & 1.5# 20/40 SAND, 38548 GAL DELTA 200 WITH 136300# 20/40 SAND @ 1-5 PPG. MTP 4634 PSIG. MTR 51.5 BPM. ATP 2709 PSIG. ATR 49.7 BPM. ISIP 1450 PSIG. RD HALLIBURTON.

RUWL. SET 6K CBP AT 6041'. RDWL. SDFN.

| 11-05-2008 | Re | ported | By P | POWELL | | | | | | | |
|---------------|----------|--------|-----------|---------|------------|-------------|------|-------|--------------|-----------------|-----|
| DailyCosts: 1 | Orilling | ; | \$0 | | Completion | \$4,695 | | Daily | Total | \$4,695 | |
| Cum Costs: 1 | Orilling | ; | \$639,958 | , | Completion | \$626,604 | | Well | Fotal | \$1,266,563 | |
| MD | 8,510 | TVD | 8,510 | Progres | s 0 | Days | 12 | MW | 0.0 | Visc | 0.0 |
| Formation: | MESA VE | RDE | PBTD: | 8449.0 | | Perf: 6167- | 3235 | | PKR Dep | pth: 0.0 | |
| | | | | | | | | | | | |

| Start End | Hrs A | | | JIDS | | | | | | |
|---|---|---|---|-------------------------------|---|------------|--------------------------------------|-----------------------------|--|----------|
| 07:00 15:00 | 8.0 M | ISU. SD DUF | E TO HIGH WI | VDS. | | | | | | |
| 11-06-2008 | Reported By | PC | OWELL | | | | | | | |
| DailyCosts: Drillin | g \$0 | | Con | npletion | \$27,827 | | Daily | Total | \$27,827 | |
| Cum Costs: Drillin | g \$639 | ,958 | Con | npletion | \$654,431 | | Well | Total | \$1,294,390 | |
| MD 8,510 | TVD | 8,510 | Progress | 0 | Days | 13 | MW | 0.0 | Visc | 0.0 |
| Formation : MESA | VERDE | PBTD : 8 | 449.0 | | Perf : 6167–8 | 3235 | | PKR De | pth: 0.0 | |
| Activity at Report | Time: CLEAN | OUT AFTER | R FRAC | | | | | | | |
| Start End | Hrs A | ctivity Desc | ription | | | | | | | |
| 06:00 17:00 | | | | | `& PUMP OFF : ABOVE PERFS: | | EANED OUT | `& DRILLEI | O OUT PLUGS @ | 9 6041', |
| 11-07-2008 | Reported By | PC | OWELL | | | | | | | |
| DailyCosts: Drillin | g \$0 | | Con | npletion | \$27,827 | | Daily | Total | \$27,827 | |
| Cum Costs: Drillin | = | ,958 | Con | apletion | \$682,258 | | | Total | \$1,322,217 | |
| MD 8,510 | _ | 8,510 | Progress | 0 | Days | 14 | MW | 0.0 | Visc | 0.0 |
| Formation : MESA | VERDE | PBTD : 8 | J | | Perf: 6167-8 | 3235 | | PKR De | pth: 0.0 | |
| Activity at Report | Time: PREP T | O PERF TBG | ł | | | | | · | - | |
| Start End 07:00 15:00 | 8.0 RI PE TU | RF TBG & P | DRILL ON HAP | L UNTIL I | 4 HRS. LANDEI PRESSURE DEC | - |) 7055' KB. N | D BOPE. NU | J TREE. SDFN. V | VILL |
| | 8.0 RI PE TU PU 1 J XY | H TO 7490° ERF TBG & P UBING DETA UMP OFF SU T 2-3/8" 4.7 | DRILL ON HAP | L UNTIL 1 | PRESSURE DEC | - |) 7055' KB. N | D BOPE. NU | J TREE. SDFN. V | VILL |
| | 8.0 RI PE TU 1 J XN 21 BE | H TO 7490° CRF TBG & P JBING DETA JMP OFF SU T 2–3/8" 4.7" N NIPPLE 5 JTS 2–3/8" ELOW KB | DRILL ON HAPPODUCE WELL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' | L UNTIL 1 | PRESSURE DEC | - |) 7055' KB. N | D BOPE. NU | J TREE. SDFN. V | VILL |
| 07:00 15:00 | 8.0 RI PE TU PU 1 J XN 21 BE LA | H TO 7490° ERF TBG & P UBING DETA UMP OFF SU: T 2-3/8° 4.7' N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ | DRILL ON HA' PRODUCE WEL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB | L UNTIL 1 | PRESSURE DEC | - |) 7055' KB. N | D BOPE. NU | J TREE. SDFN. V | VILL |
| 07:00 15:00 11-08-2008 | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By | H TO 7490° ERF TBG & P UBING DETA UMP OFF SU: T 2-3/8° 4.7' N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ | DRILL ON HA' PRODUCE WEL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB | 32.65° 37007.14 | PRESSURE DEC | - | | | | VILL |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$0 | H TO 7490° ERF TBG & P UBING DETA UMP OFF SU: T 2-3/8° 4.7: N NIPPLE 5 JTS 2-3/8° ELOW KB ANDED @ PC | DRILL ON HA' PRODUCE WEL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con | 32.65° G 7007.14 | PRESSURE DEC | - | Daily | ⁷ Total | \$5,020 | VILL |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin Cum Costs: Drillin | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$0 g \$639 | H TO 7490' CRF TBG & P JBING DETA JMP OFF SU T 2-3/8" 4.7 N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 1,958 | DRILL ON HA' PRODUCE WEL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con | 32.65° G 7007.14 npletion | \$5,020 \$687,278 | CLINES. | Daily Well | ⁷ Total Total | \$5,020 \$1,327,237 | |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin Cum Costs: Drillin MD 8,510 | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$0 g \$639 | H TO 7490° ERF TBG & P UBING DETA UMP OFF SU: T 2-3/8° 4.7' N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 9958 8,510 | DRILL ON HA' PRODUCE WEL AIL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con Con Progress | 32.65° G 7007.14 | \$5,020 \$687,278 Days | CLINES. | Daily | 7 Total Total 0.0 | \$5,020 \$1,327,237 Visc | 0.0 |
| 07:00 15:00 11–08–2008 DailyCosts: Drillin Cum Costs: Drillin MD 8,510 Formation: MESA | 8.0 RI PE TU PU 1 J XY 21 BE LA Reported By g \$0 g \$639 TVD VERDE | H TO 7490' CRF TBG & P JBING DETA JMP OFF SU. T 2-3/8" 4.7" N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 958 8,510 PBTD: 8 | DRILL ON HA' RODUCE WEL AIL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con Con Progress 449.0 | 32.65° G 7007.14 npletion | \$5,020 \$687,278 | CLINES. | Daily Well | ⁷ Total Total | \$5,020 \$1,327,237 Visc | |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin Cum Costs: Drillin MD 8,510 Formation: MESA Activity at Report | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$0 g \$639 TVD VERDE Time: FLOW T | H TO 7490° CRF TBG & P UBING DETA UMP OFF SUL T 2-3/8° 4.7° N NIPPLE 5 JTS 2-3/8° ELOW KB ANDED @ PC 958 8,510 PBTD: 84 | DRILL ON HA' PRODUCE WEL AIL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con Progress 449.0 LES | 32.65° G 7007.14 npletion | \$5,020 \$687,278 Days | CLINES. | Daily Well | 7 Total Total 0.0 | \$5,020 \$1,327,237 Visc | |
| 07:00 15:00 1-08-2008 DailyCosts: Drillin MD 8,510 Formation : MESA Activity at Report | 8.0 RI PE TU PU 1 J XY 21 BE LA Reported By g \$0 g \$639 TVD VERDE Time: FLOW T | H TO 7490' CRF TBG & P JBING DETA JMP OFF SU. T 2-3/8" 4.7" N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 958 8,510 PBTD: 84 TEST TO SAL Citivity Desci | DRILL ON HAYRODUCE WELL AIL LENGTH B 3.00° # N-80 TBG 1.10° 4.7# N-80 TBG 12.00° 7055.89° KB DWELL Con Con Progress 449.0 LES ription | 32.65° G 7007.14 inpletion 0 | \$5,020 \$687,278 Days Perf : 6167–8 | 15 3235 | Daily Well | 7 Total Total 0.0 | \$5,020 \$1,327,237 Visc | |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin Cum Costs: Drillin MD 8,510 Formation: MESA Activity at Report | 8.0 RI PE TU PU 1 J XY 21 BE LA Reported By g \$0 g \$639 TVD VERDE Time: FLOW T | H TO 7490' CRF TBG & P JBING DETA JMP OFF SU. T 2-3/8" 4.7" N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 958 8,510 PBTD: 84 TEST TO SAL Citivity Desci | DRILL ON HAYRODUCE WELL AIL LENGTH B 3.00° # N-80 TBG 1.10° 4.7# N-80 TBG 12.00° 7055.89° KB DWELL Con Con Progress 449.0 LES ription | 32.65° G 7007.14 inpletion 0 | \$5,020 \$687,278 Days | 15 3235 | Daily Well | 7 Total Total 0.0 | \$5,020 \$1,327,237 Visc | |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin MD 8,510 Formation: MESA Activity at Report | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$639 TVD VERDE Time: FLOW T Hrs Ac 10.0 RU | H TO 7490° CRF TBG & P UBING DETA UMP OFF SUL T 2-3/8" 4.7" N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 9,958 8,510 PBTD: 84 TEST TO SAI Citivity Desci | DRILL ON HA' PRODUCE WELL AIL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 1.200' 7055.89' KB DWELL Con Progress 449.0 LES ription PRATED TBG @ | 32.65° 37007.14 inpletion 0 | \$5,020 \$687,278 Days Perf : 6167–8 | 15 3235 | Daily Well MW | Total Total 0.0 PKR De | \$5,020 \$1,327,237 Visc | 0.0 |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin MD 8,510 Formation: MESA Activity at Report Start End 07:00 17:00 | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$639 TVD VERDE Time: FLOW T Hrs Ac 10.0 RU | H TO 7490' CRF TBG & P JBING DETA JBING DETA JMP OFF SUL T 2-3/8" 4.7 N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 3,958 8,510 PBTD: 84 FEST TO SAI Citivity Desci | DRILL ON HA' PRODUCE WELL ALL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 1.2.00' 7055.89' KB DWELL Con Progress 449.0 LES ription PRATED TBG @ | 32.65° 37007.14 inpletion 0 | \$5,020 \$687,278 Days Perf : 6167–8 | 15 3235 | Daily Well MW | Total Total 0.0 PKR De | \$5,020 \$1,327,237 Visc pth: 0.0 | 0.0 |
| 07:00 15:00 11-08-2008 DailyCosts: Drillin MD 8,510 Formation: MESA Activity at Report Start End 07:00 17:00 | 8.0 RI PE TU PU 1 J XN 21 BE LA Reported By g \$0 g \$639 TVD VERDE Time: FLOW T Hrs Ac 10.0 RU FL Reported By | H TO 7490' CRF TBG & P JBING DETA JBING DETA JMP OFF SUL T 2-3/8" 4.7 N NIPPLE 5 JTS 2-3/8" ELOW KB ANDED @ PC 3,958 8,510 PBTD: 84 FEST TO SAI Citivity Desci | DRILL ON HA' PRODUCE WELL AIL LENGTH B 3.00' # N-80 TBG 1.10' 4.7# N-80 TBG 12.00' 7055.89' KB DWELL Con Progress 449.0 LES ription PRATED TBG @ RS. 24/64" CHO DWELL | 32.65° 37007.14 inpletion 0 | \$5,020 \$687,278 Days Perf : 6167–8 | 15 3235 | Daily Well MW 5. 60 BFPH. I | Total Total 0.0 PKR De | \$5,020 \$1,327,237 Visc pth: 0.0 | 0.0 |

MD 8,510 0.0 0.0 TVD 8,510 **Progress** Days 16 MWVisc PKR Depth: 0.0 Formation: MESA VERDE **PBTD:** 8449.0 Perf: 6167-8235 Activity at Report Time: FLOW TEST TO SALES Start End Hrs **Activity Description** 24.0 FLOWED THROUGH TEST UNIT TO SALES 18 HRS. 24/64" CHOKE. FTP 1250 PSIG. CP 2350 PSIG. 44 BFPH. 05:00 05:00 RECOVERED 1084 BLW. 8628 BLWTR. 835 MCFD RATE. **POWELL** 11-10-2008 Reported By \$0 \$4,580 **Daily Total** \$4,580 DailyCosts: Drilling Completion \$639,958 \$696,438 Well Total \$1,336,397 **Cum Costs: Drilling** Completion MD 8,510 TVD 8,510 **Progress** Days 17 MW0.0 Visc 0.0 Formation: MESA VERDE **PBTD:** 8449.0 Perf: 6167-8235 PKR Depth: 0.0 **Activity at Report Time:** FLOW TEST TO SALES Start Hrs End **Activity Description** 24.0 FLOWED THROUGH TEST UNIT TO SALES 24 HRS. 24/64" CHOKE. FTP 1250 PSIG. CP 2150 PSIG. 42 BFPH. 05:00 05:00 RECOVERED 784 BLW. 7644 BLWTR. 1434 MCFD RATE.

Form 3160-4

UNITED STATES

FORM APPROVED

| (August 2007) | | | BUREAU | | | | MEKIO MGEMEN | | | | | ļ | | | y 31, 2010 |
|-------------------------|---------------------------------|--------------------------|-----------------------|---------------------|--------|-------------------|---------------------|----------------------|------------------------|------------------------|---|---------|----------------------------|------------------|---|
| | WELL (| COMPL | ETION C | R RE | CON | MPLE? | TION R | EPOR | T AND | LOG | | | ease Serial | No. | |
| la. Type of | | Oil Well | _ | | o D | - |) Other | 5 N | . D -1- | ☐ Diff. | n | 6. If | Indian, All | ottee o | r Tribe Name |
| b. Type of | f Completion | Othe | lew Well er | ☐ Wor | K OVE | er 🔟 | Deepen | ⊔ PI | ıg Back | U DIII. | Resvi. | | nit or CA A | | ent Name and No. |
| 2. Name of EOG R | Operator ESOURCE | S, INC. | E | Mail: n | | | MARY A | | | | | | ease Name | | ell No. S UNIT 1382-34 |
| 3. Address | 600 17TH DENVER, | STREE CO 802 | T SUITE 10 202 | 00N | | | | | No. (includ 24-5526 | de area cod | e) | 9. A | PI Well No | | 43-047-39917 |
| 4. Location | of Well (Re | port locati | ion clearly ar | ıd in acc | ordan | ce with I | ederal rec | _l uiremen | ts)* | | | | | | Exploratory ES/MESAVERDE |
| At surfa | | | SL 1166FWI | | | • | | | -1 400 0 | 4004 \\ | | 11. 8 | Sec., T., R., r Area Se | M., or c 34 T | Block and Survey 9S R23E Mer SLB |
| At top p At total | orod interval i | • | elow SVV | | | | | | | 1831 W L | on | 12. (| County or P | | 13. State UT |
| 14. Date St 07/30/2 | oudded | 077 1200 | 15. D | ate T.D. /31/200 | Reach | | 100.010 | 16. Da | te Comple | eted Ready to | Prod. | | Elevations (| DF, KI 00 GL | B, RT, GL)* |
| 18. Total D | epth: | MD TVD | 8510 | | 19. 1 | Plug Bac | k T.D.: | MD TVD | 8 | 449 | 20. De | pth Bri | dge Plug Se | | MD TVD |
| 21. Type E | lectric & Oth BL/CCL/VDI | er Mecha L/GR | nical Logs R | un (Subi | nit co | py of eac | ch) | | | Wa | s well core s DST run ectional St | ? | 🔯 No | ☐ Ye: | s (Submit analysis) s (Submit analysis) s (Submit analysis) |
| 23. Casing ar | nd Liner Rec | ord (Repo | ort all strings | | | ъ |] _a , | <i>a</i> . | | CG1 0 | | . 37. 1 | | | |
| Hole Size | Size/G | rade | Wt. (#/ft.) | Top (MI | | Bottor (MD) | 1 - | Cement Depth | | of Sks. & of Cement | Slurry (BI | | Cement ' | Гор* | Amount Pulled |
| 12.250 7.875 | | 325 J-55 | 36.0 | | 0 0 | | 172 194 | | ╂ | 6: 17: | 50 | | | 90 | |
| 7.875 | 4.50 | 00 P-110 | 11.6 | | | 84 | 194 | | + | 17 | 30 | | | 90 | |
| | | | | | | | | | | | | | | | |
| | | | | | | | _ | | - | | | | | | |
| 24. Tubing | Record | | | <u> </u> | I | | | | <u> </u> | | | | | | |
| | Depth Set (N | (D) P | acker Depth | (MD) | Siz | e D | epth Set (| MD) | Packer D | epth (MD) | Size | De | pth Set (M | D) | Packer Depth (MD) |
| 2.375 | | 7056 | | | | Щ, | 26 D. G. | | 1 | | | | | | |
| 25. Produci | | | Tom | | Dat | tom | 26. Perfor | | d Interval | | Size | | No. Holes | | Perf. Status |
| A) | ormation MESAVE | RDE | Тор | 6167 | Вог | 8235 | | Periorate | | TO 8235 | Size | + | 3 | | ren. status |
| B) | | | | | | | | | | TO 7994 | | | 3 | | |
| C) | | | | | | | | | | TO 7822 | | _ | 3 | _ | |
| D) | racture, Treat | ment Cer | ment Saueez | - Etc | | | <u></u> | | 7424 | TO 7604 | | | 3 | | |
| | Depth Interva | | nent Bqueez | <u>, Lto.</u> | | | | | Amount ar | nd Type of | Material | | | _ | |
| | | | 235 26,203 | | | | | | | | | | | | |
| | | | 994 46,543 | | | | | | | | | | | | |
| | | | 822 67,231 604 42,474 | | | | | | | | | | | | |
| 28. Product | ion - Interval | | 004112,174 | <u> </u> | | 7 TT TT | 127,00 | 011 201 10 | OF II VID | | | | | _ | - |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | | Gas MCF | Water BBL | | Gravity r. API | Gas Grav | ritv | Product | ion Method | | |
| 11/08/2008 | 11/23/2008 | 24 | | 19.0 | | 963.0 | 305 | | | | | | FLOV | VS FR | OM WELL |
| Choke Size 16/64" | Tbg. Press. Flwg. 1450 SI | Csg. Press. 1950.0 | 24 Hr. Rate | Oil BBL 19 | | Gas MCF 963 | Water BBL 305 | Rat | :Oil io | Wel | Status PGW | | | | |
| 28a. Produc | tion - Interva | l B | | | | | | • | | | | , | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | | Gas MCF | Water BBL | | Gravity r. API | Gas Gra | rity | Product | ion Method | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | | Gas MCF | Water BBL | Gas Rat | :Oil io | Wel | Status | | ž. | RE | CEIVED |

Size

RECEIVED DEC 1 0 2008

| 28b. Proc | luction - Interv | al C | | | | | | | | | |
|--|---|-----------------|--------------------|---------------|-------------------------------|-------------------------------|-----------------------------------|--|------------------------------|---|--|
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Ga Gra | s avity | Production Method | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratio | We | eli Status | | |
| 28c. Prod | luction - Interv | al D | | | | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Ga Gr | s avity | Production Method | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratío | Wo | ell Status | | |
| 29. Dispo | sition of Gas | Sold, used f | or fuel, vent | ed, etc.) | | • | | ······································ | | | |
| | nary of Porous | Zones (Inc | lude Aquife | rs): | | | | | 31. For | mation (Log) Markers | |
| Show tests, | all important including dept | zones of po | rosity and co | ontents there | eof: Cored in e tool open, | ntervals and a flowing and | all drill-stem shut-in pressur | es | | | |
| | Formation | | Тор | Bottom | | Description | ns, Contents, et | tc. | | Name | Top Meas. Depth |
| MESAVE | RDE | Granda al | 6167 | 8235 | | | | | MA UTI WA CH. BU | EEN RIVER HOGANY ELAND BUTTE SATCH APITA WELLS CK CANYON ICE RIVER DDLE PRICE RIVER | 1430 2007 4114 4218 4779 5430 6142 6992 |
| Pleas inforr 33. Circle 1. El | se see the att nation. e enclosed attacectrical/Mecha | ached she | et for detai | eq'd.) | | 2. Geologic | Report | | 3. DST Rep 7 Other: | port 4. Directi | onal Survey |
| 5. Sundry Notice for plugging and cement verification 6. Core Analysis | | | | | | | | | , Ouler: | | |
| | 34. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records (see attached instructions): Electronic Submission #65332 Verified by the BLM Well Information System. For EOG RESOURCES, INC., sent to the Vernal Name (please print) MARY A. MAESTAS Title REGULATORY ASSISTANT | | | | | | | | | | |
| Signa | | | c Subm Sei | 1 | lanto | | | 12/08/20 | | | |
| Title 18 U | J.S.C. Section | 1001 and T | itle 43 U.S. | C. Section 1 | 212, make i | t a crime for | any person kno | owingly a | nd willfully | to make to any department or | agency |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fradulent statements or representations as to any matter within its jurisdiction.

Chapita Wells Unit 1382-34 - ADDITIONAL REMARKS (CONTINUED):

26. PERFORATION RECORD

| 7174-7382 | 3/spf |
|-----------|-------|
| 6904-7130 | 3/spf |
| 6655-6854 | 3/spf |
| 6366-6588 | 3/spf |
| 6167-6285 | 3/spf |

27. ACID, FRACTURE TREATMENT, CEMENT SQUEEZE, ETC.

| 7174-7382 | 40,566 GALS GELLED WATER & 120,100# 20/40 SAND |
|-----------|--|
| 6904-7130 | 49,541 GALS GELLED WATER & 151,200# 20/40 SAND |
| 6655-6854 | 33,603 GALS GELLED WATER & 94,100# 20/40 SAND |
| 6366-6588 | 56,149 GALS GELLED WATER & 174,600# 20/40 SAND |
| 6167-6285 | 45,720 GALS GELLED WATER & 136,300# 20/40 SAND |

Perforated the Lower Price River from 8037-38', 8055-56', 8061-62', 8085-86', 8106-07', 8115-16', 8137-38', 8141-42', 8164-65', 8191-92', 8223-24', 8234-35' w/ 3 spf.

Perforated the Lower Price River from 7866-67', 7870-71', 7888-89', 7899-7900', 7908-10', 7946-47', 7958-59', 7968-69', 7978-79', 7992-94' w/ 3 spf.

Perforated the Middle Price River from 7655-56', 7662-63', 7690-91', 7721-22', 7730-31', 7750-51', 7756-57', 7767-68', 7777-78', 7802-04', 7821-22' w/ 3 spf.

Perforated the Middle Price River from 7424-25', 7431-32', 7451-52', 7459-60', 7468-69', 7476-77', 7491-92', 7502-03', 7554-55', 7567-68', 7578-79', 7603-04' w/ 3 spf.

Perforated the Middle Price River from 7174-75', 7182-83', 7186-87', 7196-97', 7214-15', 7255-56', 7299-7300', 7326-27', 7336-37', 7343-44', 7377-78', 7381-82' w/ 3 spf.

Perforated the Upper/Middle Price River from 6904-05', 6915-16', 6948-49', 7001-02', 7009-10', 7015-16', 7058-59', 7067-68', 7087-88', 7097-98', 7122-23', 7129-30' w/ 3 spf.

Perforated the Upper Price River from 6655-56', 6662-63', 6701-02', 6738-39', 6742-43', 6767-68', 6779-80', 6783-84', 6796-97', 6807-08', 6819-20', 6853-54' w/ 3 spf.

Perforated the Upper Price River from 6366-67', 6382-83', 6392-93', 6422-23', 6437-38', 6502-03', 6508-09', 6520-21', 6550-51', 6564-65', 6570-71', 6587-88' w/ 3 spf.

Perforated the Upper Price River from 6167-68', 6175-76', 6181-82', 6191-92', 6214-15', 6227-28', 6236-37', 6246-47', 6261-62', 6266-67', 6278-79', 6284-85' w/ 3 spf.

32. FORMATION (LOG) MARKERS

| Lower Price | ce River | 7781 |
|-------------|----------|------|
| Sego | | 8303 |

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

| DEDODT (| TE WATED | ENCOLINTEDED | DITIDING DOIL | LING |
|----------|----------|--------------|---------------|------|

| vveii name and | d number: CWU | 1382-34 | | | |
|------------------|-------------------|---------------------------------------|--------------------|----------------|---------------------------------------|
| API number: _ | 4304739917 | | | | |
| Well Location: | QQ SWSW Sec | tion <u>34</u> | Township 9S Rang | e <u>23E</u> (| County UINTAH |
| Nell operator: | EOG | | | _ | |
| Address: | 1060 E HWY 40 | | | | |
| | city VERNAL | | state UT zip 84078 | _ | Phone: (435) 781-9111 |
| Orilling contrac | ctor: CRAIGS R | OUSTABO | UT SERVICE | _ | |
| Address: | PO BOX 41 | | | | |
| | city JENSEN | | state UT zip 84035 | _ | Phone: (435) 781-1366 |
| Water encoun | tered (attach add | ditional pag | es as needed): | | |
| [| DEP | ГН | VOLUME | | QUALITY |
| | FROM | то | (FLOW RATE OR | HEAD) | (FRESH OR SALTY) |
| | _ | | NO WATE | ER | FLUID DRILLED HOLE |
| - | | | | | |
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| Formation tops | | | 2 | | 3 |
| (Top to Bottom | 4. | | 5 | | 6 |
| | 7 . | · · · · · · · · · · · · · · · · · · · | 8 | | 9 |
| 10 | | | 11 | | 12 |

| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | | FORM 9 | |
|--|---|--|---|--|
| | | | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0344B | |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | |
| Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | | 7.UNIT or CA AGREEMENT NAME: CHAPITA WELLS | |
| 1. TYPE OF WELL Gas Well | 8. WELL NAME and NUMBER: CWU 1382-34 | | | |
| 2. NAME OF OPERATOR: EOG Resources, Inc. | 9. API NUMBER: 43047399170000 | | | |
| 3. ADDRESS OF OPERATOR: 600 17th Street, Suite 1000 N | l , Denver, CO, 80202 435 | PHONE NUMBER: 5 781-9111 Ext | 9. FIELD and POOL or WILDCAT: NATURAL BUTTES | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1298 FSL 1166 FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: SWSW Section: 34 Township: 09.0S Range: 23.0E Meridian: S | | | COUNTY: UINTAH | |
| | | | STATE: UTAH | |
| 11. CHE | CK APPROPRIATE BOXES TO INDICAT | E NATURE OF NOTICE, REPORT, | OR OTHER DATA | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | |
| | ACIDIZE | ALTER CASING | CASING REPAIR | |
| NOTICE OF INTENT Approximate date work will start: | ☐ CHANGE TO PREVIOUS PLANS | CHANGE TUBING | ☐ CHANGE WELL NAME | |
| 7.pp. oznate une nom militaria | ☐ CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | ☐ CONVERT WELL TYPE | |
| SUBSEQUENT REPORT Date of Work Completion: | ☐ DEEPEN | FRACTURE TREAT | ☐ NEW CONSTRUCTION | |
| 6/30/2009 | OPERATOR CHANGE | ☐ PLUG AND ABANDON | ☐ PLUG BACK | |
| SPUD REPORT | ☐ PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION | |
| Date of Spud: | ☐ REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | TEMPORARY ABANDON | |
| | ☐ TUBING REPAIR | ☐ VENT OR FLARE | ☐ WATER DISPOSAL | |
| DRILLING REPORT Report Date: | ☐ WATER SHUTOFF | SI TA STATUS EXTENSION | APD EXTENSION | |
| | ☐ WILDCAT WELL DETERMINATION | ✓ OTHER | OTHER: Pit closure | |
| | MPLETED OPERATIONS. Clearly show all pert he referenced location was clo the APD procedure. | sed on 6/30/2009 as per A L Oil | Accepted by the Utah Division of Gas and Mining RECORD ONLY | |
| NAME (PLEASE PRINT) Mary Maestas | PHONE NUMBER 303 824-5526 | TITLE Regulatory Assistant | | |
| SIGNATURE | 303 024-3320 | DATE | | |
| N/A | | 7/14/2009 | | |